

NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION  
21 S. FRUIT ST., STE 10 CONCORD, NH 03301-2429  
603-271-2431  
www.puc.nh.gov

Attachment A  
NHPUC Form ILEC-3  
Annual Report  
Part Puc 429.04  
Rev. 3/23/06

**INCUMBENT LOCAL EXCHANGE CARRIER  
ANNUAL REPORT**

**Company:**

**Merrimack County Telephone Company**

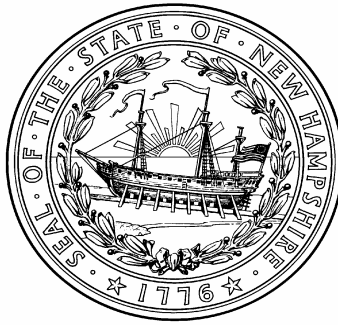
**For the Year Ended December 31,**

**2007**

Please enter any comments and notes below.

# STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

Concord, New Hampshire



Telecommunications Companies  
Incumbent Local Exchange Carrier

## ANNUAL REPORT OF

Merrimack County Telephone Company

(If name was changed during the year, enter the previous name and date of change below)

*f/k/a* <Enter Previous Company Name>

*Date of Change* <Enter Date>

FOR THE YEAR ENDED DECEMBER 31, 2007

FEDERAL TAX ID#

Officer or other person to whom correspondence should be addressed regarding this report:

Name	Jerry L. Miller
Title	Secretary/Treasurer
Address	24 Depot Square, Unit 2
	Northfield, Vermont 05663
Phone Number	(802) 485-9755
Email Address	jerry.miller@tdstelecom.com

**RSA 374:15** Every public utility shall file with the commission reports at such times, verified by oath in such manner, and setting forth such statistics and facts, as may be required by the commission.

**RSA 374:17** Neglect or refusal to file will result in a forfeiture of \$100 per day for each day in default.

**PUC Rule 429.04**-This annual report is due at the commission offices no later than March 31 of each year.

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**A-1. GENERAL INFORMATION**

1. Give the exact name under which the utility does business:  
Merrimack County Telephone Company
  2. Full name of any other utility acquired during the year and date of acquisition:  
None
  3. Location of principal office:  
Contoocook, NH, 03229
  4. State whether the utility is a corporation, joint stock association, trust or partnership, or an individual:  
Corporation
  5. If a corporation or association, give date of incorporation, State under whose laws incorporated, and whether incorporated under special law:  
May 20, 1896, New Hampshire, General Law
  6. If incorporated under special act, given chapter and session date:  
N/A
  7. Give date when company was originally organized and date of any reorganization:  
MAY 20, 1896 / (MERGED WITH HOPKINTON TEL. CO - 10/31/1977) / (MERGED WITH CVT - 10/27/1999) / (Acquired by TDS TELECOMMUNICATION CORPORATION 5/31/2002)
  8. Name and addresses of principal offices of any corporations, trusts or associations owning, controlling or operating respondent:  
TDS Telecommunication Corporation, 525 Junction Rd, Madison, Wisconsin 53717
  9. Name and addresses of principal offices of any corporations, trusts or associations owned, controlled or operated by the respondent:  
N/A
  10. Date when respondent first began to operate as a utility  
May 20, 1896
  11. If the respondent is engaged in any business not related to utility operation, provide all details\*:  
N/A
  12. If the status of the respondent has changed during the year in respect to any of the statements made above, provide all details, including dates  
N/A
  13. If the utility is a foreign corporation which operated in New Hampshire prior to June 1, 1911, give date in which permission was granted to operate:  
Stat. Ann 374:25, Exceptions and NH. Rev. Stat. Ann. 374:26 Permission.  
N/A
- \*If engaged in operations of utilities of more than one type, give dates for each.

**OTHER PUBLISHED ANNUAL REPORTS**

- ☐ **REPORT TO STOCKHOLDERS/MEMBERS.** A copy of the annual report to stockholders or members [ ] was [ ] will be sent to NH PUC on or about [ ]  
☒ Annual reports to stockholders or members are not published.
- ☐ **RUS REPORT.** A copy of the published annual report to the Rural Utilities Service [ ] was [ ] will be sent to NH PUC on or about [ ]  
☒ The respondent does not report to the Rural Utilities Service
- ☒ **LEC REPORT.** A copy of the respondent's Annual Report for Local Exchange Carriers to NH PUC is attached.

**A-2. LIST OF OFFICERS**

\*Includes compensation received from all sources except directors fees.

Line No.	Title of Officer	Name	Residence	Compensation*
1	President	David A. Wittwer	Madison, Wisconsin 53717	\$ -
2	Vice President	William J. Megan	Madison, Wisconsin 53717	\$ -
3	Vice President	James W. Butman	Madison, Wisconsin 53717	\$ -
4	Vice President	Lisa A. Cvengros	Madison, Wisconsin 53717	\$ -
5	Secretary/Treasurer	Jerry L Miller	Roachdale, Indiana 46172	\$ -
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				\$ 83,822

**A-3. LIST OF DIRECTORS**

	Name	Residence	Length of Term	Term Expires	No. of Meetings Attended Year	Annual Fees*
16	William J. Megan	Madison, Wisconsin 53717	1 year	December, 2008	1	
17	David A. Wittwer	Madison, Wisconsin 53717	1 year	December, 2008	1	
18	James W. Butman	Madison, Wisconsin 53717	1 year	December, 2008	1	
19	Lisa A. Cvengros	Madison, Wisconsin 53717	1 year	December, 2008	1	
20	Kevin G. Hess	Madison, Wisconsin 53717	1 year	December, 2008	1	
21	Michael A. Pandow	Madison, Wisconsin 53717	1 year	December, 2008	1	
22						
23						
24						
25						
26						
27						
28						
29						
30	State Directors' fee per meeting:	\$ -				

**A-4. SHAREHOLDERS AND VOTING POWERS**

Line No.					
1	State total of voting power of all security holders at close of year: 2007    Votes: 165				
2	State total number of shareholders of record at close of year according to classes of stock: 1				
3					
4					
5	State the total number of votes cast at the latest general meeting: 165				
6	Give date and place of such meeting: December 3, 2007 Madison, Wisconsin				
	Give the following information concerning the ten security holders having the highest voting powers in the corporation, the officers, directors and each holder of one percent or more of the voting capital stock. (Section 7, Chapter 182. Laws of 1933)				
	Name	Address	No. of Votes	Number of Shares Owned	
				Common	Preferred
7	TDS Telecommunications Corporation	525 Junction Rd, Madison, Wisconsin 53717	165	165	
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
		<b>Total</b>	165	165	-

**A-5. LIST OF EXCHANGES SERVED DIRECTLY**

List individually each exchange name, exchange NXX, towns served directly, indicating those in which franchise is for limited area by an asterisk (\*) after the town/area's name.

Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers	Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers
1	BRADFORD	938	BRADFORD*	1,095	16	ANTRIM	588	HANCOCK*	8
2	BRADFORD	938	HENNIKER*	2	17	ANTRIM	588	BENNINGTON*	652
3	BRADFORD	938	NEWBURY*	465	18	ANTRIM	588	GREENFIELD*	7
4	BRADFORD	938	SUTTON*	188	19	ANTRIM	588	HILLSBOROUGH*	2
5	BRADFORD	938	WARNER*	51	20	ANTRIM	588	HOPKINTON*	1
6					21				
7					22	HENNIKER	428	DEERING*	5
8	SUTTON	927	NEWBURY*	6	23	HENNIKER	428	HENNIKER*	2,228
9	SUTTON	927	SUTTON*	797	24	HENNIKER	428	HOPKINTON*	-
10	SUTTON	927	WILMOT*	38	25	HENNIKER	428	WARNER*	31
11					26	HENNIKER	428	HILLSBOROUGH*	1
12					27	HENNIKER	428	SUTTON*	24
13	ANTRIM	588	ANTRIM*	1,293	28				
14	ANTRIM	588	DEERING*	7	29	CONTOOCOOK	746	HOPKINTON*	2,504
15	ANTRIM	588	FRANCESTOWN*	190	30	CONTOOCOOK	746	WARNER*	253
Sub-Totals Forward:				4,132	Sub-Totals Forward:				9,848

**A-6. PAYMENTS OVER \$10,000**

List here names of all individuals, partnerships, and corporations to whom payments totaling \$10,000 or more for services rendered were made or accrued during the year, and the amount paid or accrued to each. Where payments or accruals to the individual members of a partnership or firm together total \$10,000 or more, list each individual and the amount paid or due each.

Line No.	Name	Address	Amount
1	ADVANCED AERIAL CABLE SERVICES	EPSOM, NH	\$ 125,111
2	AMTEC, LLC	CHARLOTTE, NC	\$ 81,668
3	ASPLUNDH TREE EXPERT CO	PHILADELPHIA, PA	\$ 13,048
4	AZTECH COMMUNICATIONS	CONCORD, NH	\$ 98,538
5	DEVINE, MILLIMET & BRANCH	CONCORD, NH	\$ 26,199
6	FLEECE & FLOWER FARM, LLC	WEBSTER, NH	\$ 46,300
7	J & D POWER EQUIPMENT INC	DEERFIELD, NH	\$ 29,281
8	J.J.COMMUNICATIONS,INC.	NASHUA, NH	\$ 51,254
9	JCR CONSTRUCTION CO.,INC	RAYMOND, NH	\$ 135,350
10	MOUNTAIN, LTD	NEWARK, NJ	\$ 105,437
11	ON TARGET UTILITY SERVICE	GARDINER, ME	\$ 27,618
12	PLEASANT LAKE CONSTRUCTION, LLC	WARNER, NH	\$ 14,475
13	PRIMMER, PIPER, EGGLESTON & CRAMER	SAINT JOHNSBURY, VT	\$ 23,864
14	RICKS TRUCK & TRAILER	HILLSBORO, NH	\$ 22,079
15	RPF & SON MECHANICAL SERVICE	HENNIKER NH	\$ 35,309
16	SOUTHWORTH-MILTON, INC	BOSTON, MA	\$ 13,116
17	WHISKEY PINE PROPERTY MAINTENANCE	NORTH SUTTON, NH	\$ 45,065
18	WYMAN'S CHEVROLET-PONTIAC-GEO	HILLSBORO, NH	\$ 11,166
19			\$ -
20			\$ -
21			\$ -
22			\$ -
23			\$ -
Total			\$ 904,878

**A-5 Continued. LIST OF EXCHANGES SERVED DIRECTLY**

List individually each exchange name, exchange NXX, towns served directly, indicating those in which franchise is for limited area by an asterisk (\*) after the town/area's name.

Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers	Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers
			Sub-Total Forwarded	9,848				Sub-Total Forwarded	11,889
1	CONTOOCOOK	746	WEBSTER*	410	16	HILLSBOROUGH	464	HILLSBOROUGH*	2,404
2	CONTOOCOOK	746	CONTOOCOOK	4	17	HILLSBOROUGH	464	DEERING*	648
3	CONTOOCOOK	746	HILLSBOROUGH*	9	18				
4	CONTOOCOOK	746	HENNIKER*	11	19	MELVIN VILLAGE	544	MOULTONBOROUGH*	276
5	CONTOOCOOK	746	SALEM	1	20	MELVIN VILLAGE	544	TUFTONBORO*	533
6	CONTOOCOOK	746	BRADFORD*	24	21				
7					22				
8	WARNER	456	SALISBURY*	43	23				
9	WARNER	456	SUTTON*	109	24				
10	WARNER	456	WARNER*	1,301	25				
11	WARNER	456	WEBSTER*	82	26				
12	WARNER	456	BRADFORD*	1	27				
13					28				
14	HILLSBOROUGH	464	ANTRIM*	41	29				
15	HILLSBOROUGH	464	HENNIKER*	5	30				
	Sub-Totals Forward:			11,889		Totals:			15,750

**A-6 Continued. PAYMENTS OVER \$10,000**

List here names of all individuals, partnerships, and corporations to whom payments totaling \$10,000 or more for services rendered were made or accrued during the year, and the amount paid or accrued to each. Where payments or accruals to the individual members of a partnership or firm together total \$10,000 or more, list each individual and the amount paid or due each.

Line No.	Name	Address	Amount
1			\$ -
2			\$ -
3			\$ -
4			\$ -
5			\$ -
6			\$ -
7			\$ -
8			\$ -
9			\$ -
10			\$ -
11			\$ -
12			\$ -
13			\$ -
14			\$ -
15			\$ -
16			\$ -
17			\$ -
18			\$ -
19			\$ -
20			\$ -
21			\$ -
22			\$ -
23			\$ -
	Total		\$ -



**A-7. MANAGEMENT FEES AND EXPENSES**

List all individuals, associations, partnerships, corporations or concerns with whom the company has any contract or agreement covering management or supervision of its affairs such as accounting, financing, engineering, construction, purchasing, operation, etc., and show the total amount paid to each for the year. Designate by asterisk (\*) those organizations which are "Affiliates" as defined in Chapter 182, Section 1, Laws of 1993.

Line No.	Name	Date of Contract	Date of Expiration	Character of Service	Amount Paid or Accrued for Each Class	Distribution of Accrual or Payments		
						To Fixed Capital	To Operating Exp.	To Other Accts.
1	TDS Telecom Service Corporation *	June 1, 2002	none	Management	\$ 230,093		\$ 230,093	
2	Telephone and Data Systems, Inc. *	June 1, 2002	none	Management	\$ 114,983		\$ 114,983	
3								
4								
5								
6								
7								
8								
9								
10								
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30								
31				<b>Totals</b>	\$ 345,076	\$ -	\$ 345,076	\$ -
32	Have copies of all such contracts or agreements been filed with the Commission? Yes.							

Give concise answers to each of the following, numbering them in accordance with the inquiries. Each inquiry should be answered. If "none" or "not applicable" states the fact, that response should be made. If information which answers an inquiry is given elsewhere in the report, reference to the schedule in which it appears will be sufficient.

1. List extensions of the systems (other than additions supplementing existing facilities of the respondent whether by purchase, construction, donation or otherwise. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, and the total consideration given, monetary and otherwise.  
N/A
2. If during the year, a substantial portion or all of the property of the respondent was sold, merged, or abandoned, provide all details, including the location and territory covered. In case of sale or merger, give the effective date, name and address of the successor company, and the consideration given, monetary and otherwise.  
N/A
3. Purchase or sale of an operating unit or system: Give a brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any, that was required. Give the date of the journal entries, required by the Uniform System of Accounts that were submitted to the Commission.  
N/A
4. Estimated increase or decrease in annual revenues due to important rate changes: State effective date and approximate amount of increase or decrease for each revenue classification and the customers affected.  
N/A
5. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue: State on behalf of whom the obligation was assumed and amount of the obligation. Give reference to Commission authorization if any was required.  
N/A
6. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.  
N/A
7. Attach a map defining the territory covered by the respondent's operations. A new map is required when changes in territory have occurred and in each year ending in 0 or 5 (e.g., 1990 or 1995). In all other years reference to the report in which the map last appears will be sufficient.  
Copy of map included in 2005 report.
8. State the annual effect of each important change in wage scales. Include also the effective date and the portion applicable to operations.  
N/A
9. State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on page 6, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.  
N/A

**A-9. FINANCIAL REPORTING DISCLOSURE INSTRUCTIONS****Footnote Disclosure:**

Financial information presented in statements included within the New Hampshire Public Utilities Commission Annual Report is in conformance with general accepted accounting principles and the following should be disclosed:

1. Data necessary to prevent the information from being misleading. Accordingly, (a) extraordinary or material, unusual or occurring items; (b) significant principles or practices from those used in the prior year, and (c) the acquisition or disposition of operation, assets or liabilities should be noted.
2. Uncertainties that could affect the fairness of the information, including significant changes in the status of loss contingencies prior year, should be noted.
3. If revenues, costs, or expenses are accrued or deferred in a manner different from that of the prior year, the method used of such accruals or deferrals should be noted.

F-10. BALANCE SHEET Assets and Other Debits					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or Decrease (d)
<b>CURRENT ASSETS</b>					
1	1130 Cash		\$ 5,477,559	\$ 3,869,194	\$ 1,608,365
2	1130.1 REA Cash		\$ -	\$ -	\$ -
3	1130.2 Cash Savings		\$ -	\$ -	\$ -
4	1140 Special Cash Deposits		\$ -	\$ -	\$ -
5	1150 Working Cash Advances		\$ 650	\$ 650	\$ -
6	1160 Temporary Investments	17	\$ -	\$ -	\$ -
7	1180 Telecommunications Accounts Receivable	17	\$ 1,431,908	\$ 1,312,975	\$ 118,933
8	1181 Accounts Receivable Allowance-Telecom	17	\$ (57,126)	\$ (14,900)	\$ (42,226)
9	1190.1 Accounts Receivable from Affiliated Co.	17	\$ 243,300	\$ 172,366	\$ 70,934
10	1190.2 Other Accounts Receivable	17	\$ 744,731	\$ 1,198,603	\$ (453,872)
11	1191 Accounts Receivable Allow.-Affiliates	17	\$ (55,800)	\$ (55,800)	\$ -
12	1200.1 Notes Receivable from Affiliated Companies	17	\$ -	\$ -	\$ -
13	1200.2 Other Notes Receivable	17	\$ -	\$ -	\$ -
14	1201 Notes Receivable Allow.-Affiliates	17	\$ -	\$ -	\$ -
15	1210 Interest and Dividends Receivable	17	\$ 19,282	\$ 18,261	\$ 1,021
16	1220 Material and Supplies		\$ 109,014	\$ 118,902	\$ (9,888)
17	1290 Prepaid Rents		\$ -	\$ -	\$ -
18	1300 Prepaid Taxes	36B	\$ 47,400	\$ 44,473	\$ 2,927
19	1310 Prepaid Insurance		\$ -	\$ -	\$ -
20	1320 Prepaid Directory Expenses		\$ -	\$ 41,854	\$ (41,854)
21	1330 Other Prepayments	18	\$ 341,452	\$ 333,633	\$ 7,819
22	1350 Other Current Assets	19	\$ -	\$ -	\$ -
23	1360 Current Deferred Income Taxes-Dr.		\$ -	\$ -	\$ -
24	Total Current Assets		\$ 8,302,370	\$ 7,040,211	\$ 1,262,159
<b>NONCURRENT ASSETS</b>					
25	1401 Investments in Affiliated Companies	17	\$ -	\$ -	\$ -
26	1402 Investments in Non-Affiliated Companies	17	\$ -	\$ -	\$ -
27	1406 Nonregulated Investments		\$ 26,363	\$ 152,994	\$ (126,631)
28	1407 Unamortized Debt Issuance Expense	23	\$ -	\$ -	\$ -
29	1408 Sinking Funds	20	\$ -	\$ -	\$ -
30	1410 Other Noncurrent Assets	21	\$ 79,770	\$ 166,795	\$ (87,025)
31	1438 Deferred Maintenance & Retirement	22	\$ -	\$ -	\$ -
32	1439 Deferred Charges	22	\$ -	\$ -	\$ -
33	Total Noncurrent Assets		\$ 106,133	\$ 319,789	\$ (213,656)
<b>REGULATED PLANT</b>					
34	2001 Telecommunications Plant in Service	12A	\$ 51,428,425	\$ 50,357,628	\$ 1,070,797
35	2002 Property Held for Future Telecom. Use	12A	\$ -	\$ -	\$ -
36	2003 Telecom. Plant Under Const.-Short Term	12A	\$ 1,294,292	\$ 546,016	\$ 748,276
37	2004 Telecom. Plant Under Const.-Long Term	12A	\$ -	\$ -	\$ -
38	2005 Telecommunications Plant Adjustment	12A	\$ 50,519	\$ 111,866	\$ (61,347)
39	2006 Nonoperating Plant	12A	\$ 1,294,702	\$ 1,294,702	\$ -
40	2007 Goodwill	12A	\$ 1,981,000	\$ 1,981,000	\$ -
41	Total Regulated Telecommunications Plant		\$ 56,048,938	\$ 54,291,212	\$ 1,757,726
42	3100-3300 Less: Accumulated Depreciation	14A	\$ 40,003,790	\$ 38,213,985	\$ 1,789,805
43	3410-3600 Less: Accumulated Amortization	15	\$ 40,288	\$ 108,912	\$ (68,624)
44	Net Telecommunications Plant		\$ 16,004,860	\$ 15,968,315	\$ 36,545
45	Telecommunications Plant Adjustment				\$ -
46	<b>TOTAL ASSETS AND OTHER DEBITS</b>		\$ 24,413,363	\$ 23,328,315	\$ 1,085,048

F-10. BALANCE SHEET					
Liabilities and Stockholders' Equity					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or (Decrease) (d)
<b>CURRENT LIABILITIES</b>					
1	4010 Accounts Payable	26	\$ 1,441,847	\$ 1,311,771	\$ 130,076
2	4020 Notes Payable	25	\$ -	\$ -	\$ -
3	4030 Advanced Billing and Payment		\$ 230,696	\$ 173,805	\$ 56,891
4	4040 Customer Deposits		\$ 950	\$ 1,125	\$ (175)
5	4050 Current Maturities-Long Term Debt	24	\$ -	\$ -	\$ -
6	4060 Current Maturities-Capital Leases	12D	\$ 22,101	\$ 20,726	\$ 1,375
7	4070 Income Taxes-Accrued	36B	\$ -	\$ 16,821	\$ (16,821)
8	4080 Other Taxes-Accrued	36B	\$ 65,652	\$ 75,588	\$ (9,936)
9	4100 Net Current Deferred Operating Income Taxes	30B	\$ (37,091)	\$ (28,652)	\$ (8,439)
10	4110 Net Current Deferred Non-Operating Income Taxes	30C	\$ (8,673)	\$ -	\$ (8,673)
11	4120 Other Accrued Liabilities	26	\$ 90,901	\$ 78,873	\$ 12,028
12	4130 Other Current Liabilities	26	\$ 85,632	\$ 38,319	\$ 47,313
13	Total Current Liabilities		\$ 1,892,015	\$ 1,688,376	\$ 203,639
<b>LONG TERM DEBT</b>					
14	4210 Funded Debt	24	\$ -	\$ -	\$ -
15	4220 Premium on Long Term Debt				\$ -
16	4230 Discount on Long Term Debt				\$ -
17	4240 Reacquired Debt				\$ -
18	4250 Obligation Under Capital Leases	12D	\$ 10,599	\$ 21,754	\$ (11,155)
19	4260 Advances from Affiliated Companies	24		\$ -	\$ -
20	4270 Other Long Term Debt	24		\$ -	\$ -
21	Total Long Term Debt		\$ 10,599	\$ 21,754	\$ (11,155)
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>					
22	4310 Other Long-Term Liabilities	29	\$ 766,556	\$ 837,968	\$ (71,412)
23	4320 Unamortized Operating Investment Tax Credits-Net				\$ -
24	4330 Unamortized Non-Operating Investment Tax Credits-Net				\$ -
25	4340 Net Non-current Deferred Operating Income Taxes	30B	\$ 737,954	\$ 857,923	\$ (119,969)
26	4350 Net Non-current Deferred Non-Operating Income Taxes	30C	\$ 711,181	\$ 661,746	\$ 49,435
27	4360 Other Deferred Credits	30A	\$ 130,803	\$ -	\$ 130,803
28	Total Other Liabilities and Deferred Credits		\$ 2,346,494	\$ 2,357,637	\$ (11,143)
<b>STOCKHOLDERS' EQUITY</b>					
29	4510.1 Capital Stock-Common	33	\$ 430,670	\$ 430,670	\$ -
30	4510.2 Capital Stock-Preferred	33	\$ -	\$ -	\$ -
31	4520 Additional Paid-in Capital	33	\$ 4,650,304	\$ 4,638,600	\$ 11,704
32	4530.1 Treasury Stock-Common				\$ -
33	4530.2 Treasury Stock-Preferred				\$ -
34	4540 Other Capital		\$ (472,919)	\$ (481,591)	\$ 8,672
35	4550 Retained Earnings	31	\$ 15,556,200	\$ 14,672,869	\$ 883,331
36	Total Stockholders' Equity		\$ 20,164,255	\$ 19,260,548	\$ 903,707
37	<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>		\$ 24,413,363	\$ 23,328,315	\$ 1,085,048

F-11. INCOME STATEMENT				
Line No.	Item (a)	See Sch.	Amount for the Current Year (b)	Increase over Preceding Year (c)
	<b>INCOME</b>			
	<b>TELEPHONE OPERATING INCOME</b>			
1	Operating Revenues	34	\$ 10,377,115	\$ (901,458)
2	Operating Expenses	35	\$ 8,882,473	\$ (657,932)
3	Net Telephone Operating Revenues		\$ 1,494,642	\$ (243,526)
	<b>OTHER OPERATING INCOME AND EXPENSES</b>			
4	7100 Other Operating Income and Expense	38	\$ -	\$ -
5	Telephone Operating Revenue Before Taxes		\$ 1,494,642	\$ (243,526)
	<b>OPERATING TAXES</b>			
6	7210 Operating Investment Tax Credits-Net		\$ -	\$ -
7	7220 Operating Federal Income Taxes		\$ 542,982	\$ (157,065)
8	7230 Operating State and Local Income Taxes		\$ 124,922	\$ (9,919)
9	7240 Other Operating Taxes	36A	\$ 118,584	\$ (6,166)
10	7250 Provision for Deferred Operating Income Taxes-Net	30B	\$ (45,668)	\$ 89,682
11	Total Operating Taxes		\$ 740,820	\$ (83,468)
12	Net Operating Income		\$ 753,822	\$ (160,058)
	<b>NON-OPERATING INCOME AND EXPENSES</b>			
13	7300 Non-Operating Income and Expenses	37	\$ 304,315	\$ (469,143)
14				
	<b>NON-OPERATING TAXES</b>			
15	7400 Non-Operating Taxes	36C	\$ 123,965	\$ (193,037)
16				
17	Net Non-Operating Income		\$ 180,350	\$ (276,106)
18	Income Available for Fixed Charges		\$ 934,172	\$ (436,164)
	<b>INTEREST AND RELATED ITEMS</b>			
19	7510 Interest on Funded Debt	24	\$ -	\$ -
20	7520 Interest Expense-Capital Leases	12D	\$ 1,669	\$ (37)
21	7530 Amortization of Debt Issuance Expense	23	\$ -	\$ -
22	7540 Other Interest Deductions		\$ 56	\$ 54
23	Total Interest and Related Items		\$ 1,725	\$ 17
24	Income Before Extraordinary Items		\$ 932,447	\$ (436,181)
	<b>EXTRAORDINARY ITEMS</b>			
25	7600 Extraordinary Items	36D	\$ -	
26				
	<b>JURISDICTIONAL DIFFERENCES AND NON-REGULATED INCOME ITEMS</b>			
27	7990 Non-Regulated Net Income		\$ (49,116)	\$ 3,023
28	Total Jurisdictional Differences and Extraordinary Items		\$ (49,116)	\$ 3,023
29	Net Income	16	\$ 883,331	\$ (433,158)

## NOTES TO INCOME STATEMENT

- Refunds to subscribers, in the event of an adverse decision in pending rate proceedings, would reduce the amount of "Operating revenues" for the current year by approximately : \$ 0
- Investment credits realized were given immediate total flow through treatment in the amount of : \$ 0
- The rate(s) used during the year in capitalizing interest during construction and basis upon which the rate(s) was determined.  
N/A

**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS**

- Report in Column (c) all amounts relating to purchases of plant accounted for in accordance with Paragraphs (1) and (2) of Puc 409.03 (b) of the Uniform System of Accounts for Telecommunications Companies.
- Each transfer or adjustment between accounts listed in this schedule, or between accounts listed in this schedule and other accounts, shall be included in column (g) and explained in a note, except the following which shall be included in columns (c) thru (f), as appropriate: (1) transfers and adjustments amounting to less than \$5,000; (2) adjustments and corrections of additions and retirements for the current or the preceding year; (3) transfers involving account 2003 and 2004, the plant accounts, the account 2002 made in connection with the closing of records of construction work orders or authorizations, and (4) routine entries relating to the acquisition, sale, retirement, or change in the use of plant, such as transfers among accounts 2111 to 2690, inclusive, 1439, 2002 and 2005.
- Credits to accounts listed in this schedule relating to property retired and charged to account 2006 "Non-Operating Plant" shall be included in column (f).
- List each of the depreciable plant accounts and all subclasses of plant in column (a) for which a depreciable rate has been determined and as a subtotal for each primary account.

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
	<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>							
1	2002 Property Held for Future Telecom Use	\$ -						\$ -
2	2003 Telecommunications Plant Under Construction - Short Term	\$ 546,016		\$ 748,276				\$ 1,294,292
3	2004 Telecommunications Plant Under Construction - Long Term	\$ -						\$ -
4	2005 Telecommunications Plant Adjustment	\$ 111,866				\$ 61,347		\$ 50,519
5	2006 Non-Operating Plant	\$ 1,294,702						\$ 1,294,702
6	2007 Goodwill	\$ 1,981,000						\$ 1,981,000
7	Subtotal	\$ 3,933,584	\$ -	\$ 748,276	\$ -	\$ 61,347	\$ -	\$ 4,620,513
	<b>LAND AND SUPPORT ASSETS</b>							
8	2111 Land	\$ 411,362						\$ 411,362
9	2112 Motor Vehicles	\$ 1,222,492		\$ 263,033		\$ 314,351		\$ 1,171,174
10	2113 Aircraft	\$ -						\$ -
11	2114 Special Purpose Vehicles	\$ -						\$ -
12	2115 Garage Work Equipment	\$ -						\$ -
13	2116 Other Work Equipment	\$ 386,862		\$ 19,879		\$ 11,524		\$ 395,217
14	2121 Buildings	\$ 3,897,981		\$ (4,945)				\$ 3,893,036
15	2122 Furniture	\$ 465,929						\$ 465,929
16	2123 Office Equipment	\$ 334,254						\$ 334,254
17	2124 General Purpose Computers	\$ 301,271		\$ 39,296		\$ 48,968	\$ (16,145)	\$ 307,744
18	Subtotal	\$ 7,020,151	\$ -	\$ 317,263	\$ -	\$ 374,843	\$ (16,145)	\$ 6,978,716

**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS (continued)**

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
	<b>CENTRAL OFFICE SWITCHING</b>							
19	2211 Analog Electronic Switching	\$ -						\$ -
20	2212 Digital Electronic Switching	\$ 8,563,002		\$ 22,181		\$ 33,764		\$ 8,551,419
21	2215 Electro-Mechanical Switching	\$ -						\$ -
22	2220 Operator System	\$ -						\$ -
23	2230 Central Office Transmission	\$ 8,582,867		\$ 501,848		\$ 35,812	\$ (96,792)	\$ 9,145,695
24	Subtotal	\$ 17,145,869	\$ -	\$ 524,029	\$ -	\$ 69,576	\$ (96,792)	\$ 17,697,114
	<b>INFORMATION ORIGATION-TERMINATION</b>							
25	2311 Station Apparatus	\$ -						\$ -
26	2321 Customer Premises Wiring	\$ -						\$ -
27	2341 Large Private Branch Exchanges	\$ -						\$ -
28	2351 Public Telephone Terminal Equipment	\$ -						\$ -
29	2362 Other Terminal Equipment	\$ -						\$ -
30	Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	<b>CABLE AND WIRE FACILITIES</b>							
31	2411 Poles	\$ 5,947,886		\$ 356,422		\$ 29,001		\$ 6,275,307
32	2421 Aerial Cable	\$ 13,529,887		\$ 210,947		\$ 30,431		\$ 13,710,403
33	2422 Underground Cable	\$ 1,076,140		\$ 35,370				\$ 1,111,510
34	2423 Buried Cable	\$ 3,699,836		\$ 60,726		\$ 285		\$ 3,760,277
35	2424 Submarine Cable	\$ -						\$ -
36	2426 Intrabuilding Network Cable	\$ -						\$ -
37	2431 Aerial Wire	\$ 343,165						\$ 343,165
38	2441 Conduit System	\$ 1,183,345		\$ 3,735				\$ 1,187,080
39	Subtotal	\$ 25,780,259	\$ -	\$ 667,200	\$ -	\$ 59,717	\$ -	\$ 26,387,742
	<b>AMORTIZABLE ASSETS</b>							
40	2681 Capital Leases	\$ 146,954		\$ 10,200			\$ 88,619	\$ 68,535
41	2682 Leasehold Improvements	\$ 8,173		\$ 7,263			\$ 8,173	\$ 7,263
42	2690 Intangibles	\$ 256,222		\$ 171,740		\$ 122,762	\$ 16,145	\$ 289,055
43	Subtotal	\$ 411,349	\$ -	\$ 189,203	\$ -	\$ 122,762	\$ 112,937	\$ 364,853
44	2001 (A/C 2110 thru 2690) (Summary A/C)	\$ 50,357,628	\$ -	\$ 1,697,695	\$ -	\$ 626,898	\$ -	\$ 51,428,425
45	<b>Total</b>	\$ 54,291,212	\$ -	\$ 2,445,971	\$ -	\$ 688,245	\$ -	\$ 56,048,938



B -12A1 Notes: Adjustments Column G

Certain account 2690 assets reclassified to account 2124.

DSL equipment and overhead transferred from account 2681 and 2682, respectively, to account 2230.

**B-12B. ANALYSIS OF TELECOMMUNICATIONS PLANT-IN-SERVICE RETIRED**

1. Respondents shall report in column (b) amounts charged or credited to the accounts identified in column (a) that are related to plant sold with traffic and in column (c) amounts charged or credited to the accounts identified in column (a) that are related to other plant retired.
2. Charges to Account 3100, Accumulated Depreciation, reported in column (c) shall be reported gross salvage and cost of removal entries (see Schedule 14A).
3. In the space provided at the bottom of the schedule, respondents shall provide a full explanation of other accounts charged or credited.

Line No.	Account Charged (or Credited) (a)	AMOUNTS RELATING TO	
		Plant Sold With Traffic (b)	Other Plant Retired (c)
1	3100 Accumulated Depreciation Ref 14A		\$ 504,136
2	3200 Accumulated Depreciation - Held for Future Telecom. Use		
3	3300 Accumulated Depreciation - Non-Operating		
4	3410 Accumulated Amortization - Capitalized Leases		\$ 88,619
5	3420 Accumulated Amortization - Leasehold Improvements		
6	3500 Accumulated Amortization - Intangible		
7	3600 Accumulated Amortization - Other		
8	2006 Non-Operating Plant		
9	7150 Gains and Losses from the Disposition of Land and Artwork		
10	7160 Other Operating Gains and Losses		
11	Cash or Other Asset Account (Net Selling Price of Depreciable Plant Sold With Traffic)		
12	Cash or Other Asset Account (Net Selling Price of Nondepreciable Plant Sold)		
13	Other Accounts Specified		
14			
15	Totals	\$ -	\$ 592,755

**FULL EXPLANATION OF AMOUNTS REPORTED ABOVE ON LINE 13:**

**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002)**

1. Respondents shall report in column (a) each item amounting individually to \$5,000 or more and report all others in the aggregate. Amounts reported on this schedule shall be rounded to the nearest thousand dollars.
2. In column (b) respondents shall enter the date the property was recorded in Account 2002, Property Held for the Future Telecommunications Use.
3. In column (c) respondents shall enter the dollars related to the property identified in column (a) at the beginning of the calendar year covered by the report.

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book cost of Property Beginning of Year (c)
1	N/A		\$ -
2			
3			
4			
5			
6			
7			
8			
9			
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12			
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42			

**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002) (continued)**

4. In column (d) and (e) respondents shall enter additions and retirements, respectively.
5. In column (f) respondents shall enter transfers and adjustments and corrections during the calendar year and fully explain each amount recorded in column (f) which exceeds \$1,000.
6. In column (g) respondents shall enter the dollars related to the property identified in column (a) remaining Account 2002 at the close of the calendar year.

Line No.	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book cost of Property at End of Year (g)
1	\$ -	\$ -	\$ -	\$ -
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30				\$ -
31				\$ -
32				\$ -
33				\$ -
34				\$ -
35				\$ -
36				\$ -
37				\$ -
38				\$ -
39				\$ -
40				\$ -
41				\$ -
42				\$ -

**B-12D. CAPITAL LEASES**

1. In column (a) on page 18, the respondent shall list in account number order each category of plant (Class A account level) for which capital leases are recorded.
2. In succeeding columns, respondents shall disclose in column (b) the present value of the lease commitment at the inception of the lease, in column (c) the accumulated amortization at the close of the period covered by the report, and column (d) the net book value balance at the close of the period (column b minus column c).

Line No.	Type of Property (a)	Capitalized Amount (b)	Accumulated Amortization in Account 3410 (c)	Balance (d)
1	DSL Equipment	\$ 68,535	\$ 38,069	\$ 30,466
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30	<b>Total</b>	<b>\$ 68,535</b>	<b>\$ 38,069</b>	<b>\$ 30,466</b>

**B-12D. CAPITAL LEASES (continued)**

3. In column (e) on page 19, the respondents shall list in account number each category of plant for which capital leases are recorded. Line numbers on page 2 shall correspond with line numbers on page 18.
4. In column (f) and (g) respondents shall disclose the amount of the lease obligation to be paid during the coming year to the lessor and the remaining long-term lease obligation at the close of the year covered by the report.
5. In column (h), (i) and (j), respondents shall report the annual lease cost components called for in the column headings and paid during the year covered by the report.

Line No.	Type of Property (e)	Lease Obligation		Annual Lease Cost Components		
		Current Account 4060 (f)	Long-Term Account 4250 (g)	Amortization Account 6563 (h)	Interest Account 7520 (i)	Other (j)
1	DSL Equipment	\$ 22,101	\$ 10,599	\$ 28,168	\$ 1,669	
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30		<b>Total</b>				
		\$ 22,101	\$ 10,599	\$ 28,168	\$ 1,669	\$ -

**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439)**

1. Report separately each acquisition with respect to which an amount was included in account 1439 at any time during the year, except that minor acquisitions, each with a purchase price of less than \$10,000 accounted for (a) on the basis of cost of acquisition, or (b) on the basis of original cost where there were no entries in account 2005, "Telecommunications Plant Adjustment" may be reported in the aggregate on a separate line for each group.
2. List first the data relating to those acquisitions included in account 1439 at the beginning of the year (except minor acquisitions) and the list data for the acquisition during the year.

Line No.	Name of Vendor (a)	Balance at Beginning of the Year (b)	DEBITS DURING THE YEAR			
			Purchase Price (c)	Reserve Requirement (d)	Acquisitions Expenses (e)	Other (g)
1	N/A					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439) (continued)**

3. Provide explanatory footnotes for each amount included in column (j).
4. Clearances of residual credit amounts from account 1439 to account 2005 shall be reported in column (h) enclosed in parentheses.

Line No.	Name of Vendor (a)	CREDITS DURING THE YEAR				
		Amounts Cleared to		Other Clearances		Balance at End Of the Year (k)
		Account 2001 (g)	Account 2005 (h)	Acct. No. (i)	Amount (j)	
1						\$ -
2						\$ -
3						\$ -
4						\$ -
5						\$ -
6						\$ -
7						\$ -
8						\$ -
9						\$ -
10						\$ -
11						\$ -
12						\$ -
13						\$ -
14						\$ -
15						\$ -
16						\$ -
17						\$ -
18						\$ -
19						\$ -
20						\$ -
21	Total	\$ -	\$ -	\$ -	\$ -	\$ -



**B-13B. ANALYSIS OF TELECOMMUNICATIONS PLANT PURCHASED FROM OR SOLD TO AFFILIATES**

1. Report separately by affiliate and account number, sales and/or purchases with respect to which an amount was included in Account 2001 at any time during the year. The net book value included in column (f) shall equal gross investment less applicable accumulated depreciation and other appropriate items (column (e)).
2. A "P" in column (a) represents a purchase. An "S" in column (a) represents a sale.

Line No.	Type of Trans. (a)	Name of Affiliate (b)	Original Cost (c)	Accumulated Depreciation (d)	Other (e)	Net Book Value (f)	Fair Market Value (g)	Purchase Price (g)	Sale Price (h)
1	P	TDS Telecom Service Corp	\$ 131,307	\$ 113,062		\$ 18,245		\$ 18,245	
2	P	Shiawassee Telephone Company	\$ 17,638	\$ 5,595		\$ 12,043		\$ 12,043	
3	P	Leslie County Telephone Company	\$ 14,672	\$ 12,449		\$ 2,223		\$ 2,223	
4	P	West Penobscot Telephone and Telegraph Company	\$ 158,778	\$ 158,778		\$ -		\$ -	
5	P	Delta County Tele-Comm, Inc.	\$ 17,200	\$ 16,855		\$ 345		\$ 345	
6	P	Kearsarge Telephone Company	\$ 2,336	\$ 753		\$ 1,583		\$ 1,583	
7	P	Camden Telephone and Telegraph Company, Inc.	\$ 950	\$ 363		\$ 587		\$ 587	
8	P	The Farmers Telephone Company, LLC	\$ 1,067	\$ 1,067		\$ -		\$ -	
9	P	TDS Telecom Service Corp	\$ 31,768	\$ 19,325		\$ 12,443		\$ 12,443	
10	P	TDS Telecom Service Corp	\$ 11,361	\$ 5		\$ 11,356		\$ 11,356	
11	P	Leslie County Telephone Company	\$ 20,287	\$ 17,947		\$ 2,340		\$ 2,340	
12	P	Northfield Telephone Company	\$ 6,835	\$ 6,835		\$ -		\$ -	
13	P	TDS Telecom Service Corp	\$ 6,426	\$ 6,094		\$ 332		\$ 332	
14	P	Kearsarge Telephone Company	\$ 7,219	\$ 5,615		\$ 1,604		\$ 1,604	
15	P	TDS Telecom Service Corp	\$ 146,436	\$ 2,468		\$ 143,968		\$ 143,968	
16	S	TDS Telecom Service Corp	\$ 86,800	\$ 28,933		\$ 57,867			\$ 57,867
17	S	Vernon Telephone Company, Inc.	\$ 17,850	\$ 446		\$ 17,404			\$ 17,404
18	S	West Penobscot Telephone and Telegraph Company	\$ 134,585	\$ 134,585		\$ -			\$ -
19	S	Wilton Telephone Company, Inc	\$ 1,890	\$ 315		\$ 1,575			\$ 1,575
20	S	Virginia Telephone Company	\$ 770	\$ 482		\$ 288			\$ 288
21	S	Mid-Plains Telephone, LLC	\$ 950	\$ 749		\$ 201			\$ 201
22	S	TDS Telecom Service Corp	\$ 33,724	\$ 28,046		\$ 5,678			\$ 5,678
23	S	Somerset Telephone Company	\$ 705	\$ 166		\$ 539			\$ 539
24	S	TDS Telecom Service Corp	\$ 1,018	\$ 1,019		\$ (1)			\$ (1)
25	S	Mahanoy & Mahantango Telephone Company	\$ 66	\$ 66		\$ -			\$ -
26	S	Somerset Telephone Company	\$ 13,323	\$ 2,966		\$ 10,357			\$ 10,357
27	S	Somerset Telephone Company	\$ 3,564	\$ 1,094		\$ 2,470			\$ 2,470
28	S	TDS Telecom Service Corp	\$ 9,625	\$ 9,159		\$ 466			\$ 466
29									

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200)**

1. Respondents shall enter in column (b) the accumulated depreciation balance at the beginning of the calendar year for each line item in column (a).
2. Respondents shall enter in column (c) the credits to accumulated depreciation as a result of charges to Account 6561, Depreciation Expense, and in column (d) other credits to accumulated depreciation. Other credits shall be noted and explained in a separate sheet accompanying the schedule. In column (e) respondents will enter the total of credits reported in columns (c) and (d).

Line No.	Plant Account (a)	Balance At Beginning Of The Year (b)	Credits During the Year		Total (e)
			Charged to Accounts 6561 (c)	Other Credits (specified) (d)	
	<b>Support Assets</b>				
1	2112 Motor Vehicles	\$ 1,204,642	\$ 35,075	\$ 193,677	\$ 228,752
2	2113 Aircraft	\$ -			\$ -
3	2114 Special Purpose Vehicles	\$ -			\$ -
4	2115 Garage Work Equipment	\$ -			\$ -
5	2116 Other Work Equipment	\$ 332,918	\$ 38,877		\$ 38,877
6	2121 Buildings	\$ 2,467,502	\$ 112,910		\$ 112,910
7	2122 Furniture	\$ 333,444	\$ 31,683		\$ 31,683
8	2123 Office Equipment	\$ 268,664	\$ 33,425		\$ 33,425
9	2124 General Purpose Computers	\$ 268,206	\$ 36,693	\$ 37,653	\$ 74,346
10	Total Support Assets	\$ 4,875,376	\$ 288,663	\$ 231,330	\$ 519,993
	<b>Central Office Switching</b>				
11	2211 Analog Electronic Switching	\$ -			\$ -
12	2212 Digital Electronic Switching	\$ 8,444,735	\$ 31,502	\$ 5	\$ 31,507
13	2215 Electro-Mechanical Switching	\$ -			\$ -
14	2220 Operator System	\$ -			\$ -
15	Total Central Office Switching	\$ 8,444,735	\$ 31,502	\$ 5	\$ 31,507
	<b>Central Office Transmission</b>				
16	2230 Central Office Transmission	\$ 6,845,934	\$ 376,778	\$ 133,283	\$ 510,061
17	Total Central Office Transmission	\$ 6,845,934	\$ 376,778	\$ 133,283	\$ 510,061
	<b>Information Origination/Termination</b>				
18	2311 Station Apparatus	\$ -			\$ -
19	2321 Customer Premises Wiring	\$ -			\$ -
20	2341 Large Private Branch Exchanges	\$ -			\$ -
21	2351 Public Telephone Terminal Equipment	\$ -			\$ -
22	2362 Other Terminal Equipment	\$ -			\$ -
23	Total Information Origination/Termination	\$ -	\$ -	\$ -	\$ -
	<b>Cable and Wire Facilities</b>				
24	2411 Poles	\$ 4,867,542	\$ 298,666		\$ 298,666
25	2421 Aerial Cable	\$ 8,727,890	\$ 626,710		\$ 626,710
26	2422 Underground Cable	\$ 630,592	\$ 40,620		\$ 40,620
27	2423 Buried Cable	\$ 2,423,701	\$ 130,147		\$ 130,147
28	2424 Submarine Cable	\$ -			\$ -
29	2426 Intrabuilding Network Cable	\$ -			\$ -
30	2431 Aerial Wire	\$ 329,473	\$ 14,213		\$ 14,213
31	2441 Conduit System	\$ 502,470	\$ 30,775		\$ 30,775
32	Total Cable and Wire Facilities	\$ 17,481,668	\$ 1,141,131	\$ -	\$ 1,141,131
33	Other Account (specify):	\$ 566,272	\$ 32,859		\$ 32,859
34	<b>Total</b>	\$ 38,213,985	\$ 1,870,933	\$ 364,618	\$ 2,235,551

Note: Other Credits column d

Account 2112 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 2-5)

Account 2124 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 6-9)

Also, included is the accumulated depreciation from a reclass of assets from account 2690 (see sch. B-12A line 42, column g).

Account 2212 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B line 10)

Account 2230 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 11-14)

Also, included is the accumulated depreciation from a reclass of assets from accounts 2681 and 2682 (see sch. B-12A line 40-41, column g).

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

3. Respondents shall report in column (f) and (h) charges (debits) to accumulated depreciation for plant sold with traffic and other plant retired, respectively. In column (h) respondents shall report other charges (debits) to accumulated depreciation. Other charges (debits) shall be noted and explained in a separate sheet accompanying the schedule. In column (i) respondents will enter the total of charges (debits) reported in columns (f), (g), and (h). In column (j) respondents shall report the balance at the close of the calendar year for each item in column (a).

Line No.	For Plant Sold with Traffic (see col. (p)) (f)	Charges During the Year		Total (i)	Balance at End Of The Year (j)
		For Other Plant Retired (see col. (V)) (g)	Other Charges (specify) (h)		
1	\$ -	\$ 290,564		\$ 290,564	\$ 1,142,830
2	\$ -	\$ -		\$ -	\$ -
3	\$ -	\$ -		\$ -	\$ -
4	\$ -	\$ -		\$ -	\$ -
5	\$ -	\$ 4,000		\$ 4,000	\$ 367,795
6	\$ -	\$ -		\$ -	\$ 2,580,412
7	\$ -	\$ -		\$ -	\$ 365,127
8	\$ -	\$ -		\$ -	\$ 302,089
9	\$ -	\$ 41,227		\$ 41,227	\$ 301,325
10	\$ -	\$ 335,791	\$ -	\$ 335,791	\$ 5,059,578
11	\$ -	\$ -		\$ -	\$ -
12	\$ -	\$ 39,121		\$ 39,121	\$ 8,437,121
13	\$ -	\$ -		\$ -	\$ -
14	\$ -	\$ -		\$ -	\$ -
15	\$ -	\$ 39,121	\$ -	\$ 39,121	\$ 8,437,121
16	\$ -	\$ 23,481		\$ 23,481	\$ 7,332,514
17	\$ -	\$ 23,481	\$ -	\$ 23,481	\$ 7,332,514
18	\$ -	\$ -		\$ -	\$ -
19	\$ -	\$ -		\$ -	\$ -
20	\$ -	\$ -		\$ -	\$ -
21	\$ -	\$ -		\$ -	\$ -
22	\$ -	\$ -		\$ -	\$ -
23	\$ -	\$ -	\$ -	\$ -	\$ -
24	\$ -	\$ 8,682		\$ 8,682	\$ 5,157,526
25	\$ -	\$ 37,816		\$ 37,816	\$ 9,316,784
26	\$ -	\$ -		\$ -	\$ 671,212
27	\$ -	\$ 333		\$ 333	\$ 2,553,515
28	\$ -	\$ -		\$ -	\$ -
29	\$ -	\$ -		\$ -	\$ -
30	\$ -	\$ 522		\$ 522	\$ 343,164
31	\$ -	\$ -		\$ -	\$ 533,245
32	\$ -	\$ 47,353	\$ -	\$ 47,353	\$ 18,575,446
33	\$ -	\$ -		\$ -	\$ 599,131
34	\$ -	\$ 445,746	\$ -	\$ 445,746	\$ 40,003,790

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

4. Respondents shall enter in column (m) through (p) the data requested in the column headings for plant sold with traffic which was reported in column (f).
5. Respondents shall enter in column (q) through (v), the data requested for other plant retired, which was requested in column (g).
6. Each column shall be subtotaled in the spaces provided.

Line No.	Plant Account (l)	DATA RELATING TO PLANT SOLD WITH TRAFFIC (see column (f))			
		Book Cost (m)	Selling Price (n)	Commissions and Other Expenses (o)	Charge to Reserve (p)
	<b>Support Assets</b>				
1	2112 Motor Vehicles				\$ -
2	2113 Aircraft				\$ -
3	2114 Special Purpose Vehicles				\$ -
4	2115 Garage Work Equipment				\$ -
5	2116 Other Work Equipment				\$ -
6	2121 Buildings				\$ -
7	2122 Furniture				\$ -
8	2123 Office Equipment				\$ -
9	2124 General Purpose Computers				\$ -
10	Total Support Assets	\$ -	\$ -	\$ -	\$ -
	<b>Central Office Switching</b>				
11	2211 Analog Electronic Switching				\$ -
12	2212 Digital Electronic Switching				\$ -
13	2215 Electro-Mechanical Switching				\$ -
14	2220 Operator System				\$ -
15	Total Central Office Switching	\$ -	\$ -	\$ -	\$ -
	<b>Central Office Transmission</b>				
16	2230 Central Office Transmission				\$ -
17	Total Central Office Transmission	\$ -	\$ -	\$ -	\$ -
	<b>Information Origination/Termination</b>				
18	2311 Station Apparatus				\$ -
19	2321 Customer Premises Wiring				\$ -
20	2341 Large Private Branch Exchanges				\$ -
21	2351 Public Telephone Terminal Equipment				\$ -
22	2362 Other Terminal Equipment				\$ -
23	Total Information Origination/Termination	\$ -	\$ -	\$ -	\$ -
	<b>Cable and Wire Facilities</b>				
24	2411 Poles				\$ -
25	2421 Aerial Cable				\$ -
26	2422 Underground Cable				\$ -
27	2423 Buried Cable				\$ -
28	2424 Submarine Cable				\$ -
29	2426 Intrabuilding Network Cable				\$ -
30	2431 Aerial Wire				\$ -
31	2441 Conduit System				\$ -
32	Total Cable and Wire Facilities	\$ -	\$ -	\$ -	\$ -
33	Other Account (specify):				\$ -
34	<b>Total</b>	\$ -	\$ -	\$ -	\$ -

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

Line No.	DATA RELATING TO OTHER PLANT RETIRED (see Col. (g))					
	Charge (or Credit) to Surplus (q)	Book Cost (r)	Cost of Removal (s)	Salvage and Insurance (t)	Miscellaneous Adjustments (u)	Net Charge to Reserve (v)
		\$ 314,351		\$ 23,787		\$ 290,564
						\$ -
		\$ 11,524		\$ 7,524		\$ -
						\$ 4,000
						\$ -
		\$ 48,968		\$ 7,741		\$ -
						\$ 41,227
	\$ -	\$ 374,843	\$ -	\$ 39,052	\$ -	\$ 335,791
		\$ 33,764	\$ 5,891	\$ 534		\$ -
						\$ 39,121
						\$ -
	\$ -	\$ 33,764	\$ 5,891	\$ 534	\$ -	\$ 39,121
		\$ 35,812	\$ 500	\$ 12,831		\$ 23,481
	\$ -	\$ 35,812	\$ 500	\$ 12,831	\$ -	\$ 23,481
						\$ -
						\$ -
						\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$ 29,001	\$ 9,019	\$ 29,338		\$ 8,682
		\$ 30,431	\$ 7,135	\$ (250)		\$ 37,816
						\$ -
		\$ 285	\$ 48			\$ 333
						\$ -
			\$ 522			\$ -
						\$ 522
						\$ -
	\$ -	\$ 59,717	\$ 16,724	\$ 29,088	\$ -	\$ 47,353
						\$ -
	\$ -	\$ 504,136	\$ 23,115	\$ 81,505	\$ -	\$ 445,746

**B-14B. BASES OF CHARGES FOR DEPRECIATION**

- Report under each of the plant accounts in column (a) all subclasses of plant for which a depreciation rate is determined and a subtotal for each primary account.
- The net salvage factors in column (d) shall be shown as a percentage of original cost.
- A "W" in column (b) indicates a whole life rate in column (f), an average service life in column (c) and average net salvage in column (d); and "R" indicates a remaining life rate in column (f), an average remaining life in column (c), a future net salvage in column (d).
- For each plant account, report in column (f) the prescribed depreciation rate or those used by the utility in accordance with USOA.
- The depreciation rate in column (f) for primary plant accounts for which subclasses or vintages are used, the life in column (c), net salvage percentage in column (d) and the accumulated depreciation percentage in column (e) are to be composite so that the resulting calculated composite rate produces the same charge to operating expenses as the sum of the individual rates applied to the individual classes of plant.

Line No.	Primary Acct. No.	Name or Description of Subclass (a)	Whole or Remaining Life (b)	Life (Years) (c)	*Net Salvage (%) (d)	Depreciation		Ratio of Depreciation Charges to Avg. Monthly Book Cost (%) (g)
						*Reserve (%) (e)	**Rate (%) (f)	
1	2112	MOTOR VEHICLES	W	7	0.0%	97.58%	15.00%	2.91%
2	2115	GARAGE WORK EQUIPMENT						
3	2116	OTHER WORK EQUIPMENT	W	10	0.0%	93.06%	10.00%	9.98%
4	2121	BUILDINGS	W	34	0.0%	66.28%	2.90%	2.90%
5	2122	FURNITURE	W	15	0.0%	78.37%	6.80%	6.80%
6	2123	OFFICE EQUIPMENT	W	10	0.0%	90.38%	10.00%	10.00%
7	2124	GENERAL PURPOSE COMPUTERS	W	5	0.0%	97.91%	20.00%	12.25%
8	2212	CENTRAL OFFICE EQUIPMENT - SWITCH	W	11	0.0%	98.66%	9.10%	0.37%
9	2232	CIRCUIT EQUIPMENT	W	8	0.0%	80.17%	11.90%	4.24%
10	2411	POLES	W	20	0.0%	82.19%	4.90%	4.88%
11	2421	AERIAL CABLE	W	22	0.0%	67.95%	4.60%	4.60%
12	2422	UNDERGROUND CABLE	W	27	0.0%	60.39%	3.70%	3.69%
13	2423	BURIED CABLE	W	29	0.0%	67.91%	3.50%	3.50%
14	2431	AERIAL WIRE	W	17	0.0%	100.00%	5.90%	4.14%
15	2441	CONDUIT SYSTEM	W	38	0.0%	44.92%	2.60%	2.60%
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29	*Composite rate for all depreciable accounts						6.82%	XXXXXXX
30	**Composite rate for all plant accounts included in Account 2001						6.83%	XXXXXXX
31								
32	Ratio to all Depreciable accounts							3.67%
33	Ratio to all plant accounts included in Account 2001							3.64%

**B-15. ANALYSIS OF ENTRIES IN ACCUMULATED AMORTIZATION (Accounts 3410, 3420, 3500, 3600)**

1. For each account identified in the column headings for column (b) through (e), respondents shall enter credits to accumulated amortization for charges to the account identified in column (a). If charges are made to an account not specified in column (a), respondents shall insert the account number and title in the space provided in column (a) and the amounts in the appropriate column.
2. At the bottom of the schedule respondents shall describe how the annual amortization charges were determined for amounts reported in columns (d) and (e).

Line No.	Particulars (a)	Amounts Applicable to Account 3410 (b)	Amounts Applicable to Account 3420 (c)	Amounts Applicable to Account 3500 (d)	Amounts Applicable to Account 3600 (e)
1	Balance at beginning of the year	\$ 106,801	\$ 2,111		
	<b>ADDITIONS DURING THE YEAR</b>				
	Charged or (credited) to account:				
2	7160 Other Operating Gains and Losses				
3	7300 Non-operating Income				
4	6563.1 Amortization Expense				
	- Capitalized leases	\$ 19,887			
5	6563.2 Amortization Expense				
	- Leasehold Improvements		\$ 8,281		
6	6564 Amortization Expense				
	- Intangible				
7	6565 Amortization Expense - Other				
	Other Accounts (specify):				
8	7360-Nonoperating Income				
9					
10					
11	Total additions during the Year	\$ 19,887	\$ 8,281	\$ -	\$ -
	<b>CLEARANCES DURING THE YEAR</b>				
	Clearance for account:				
12	2005 Telecom. Plant Adjustment				
13	2681 Capital Leases	\$ 88,619			
14	2682 Leasehold Improvements		\$ 8,173		
15					
	Other Accounts (specify):				
16					
17					
18					
19	Total clearances during the year	\$ 88,619	\$ 8,173	\$ -	\$ -
20	Balance at end of year	\$ 38,069	\$ 2,219	\$ -	\$ -

**BASIS OF ANNUAL AMORTIZATION CHARGES**

**B-16. STATEMENT OF CASH FLOWS**

1. Report below by source the amounts applicable to increase and decrease in cash and cash equivalents for the year.
2. For all compound amounts reported, a separate schedule is to be prepared with detail breakdown indicating applicable balance sheet accounts and amounts

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Increase/(Decrease) in Cash and Cash Equivalents		
	Cash flows from Operating Activities:		
1	Net Income		\$ 883,331
	Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
2	Depreciation and Amortization	\$ 2,071,117	
3	Provision for Losses for Accounts Receivable	\$ 42,226	
4	Deferred Income Taxes - Net	\$ (87,646)	
5	Unamortized ITC - Net		
6	Allowance for Funds Used During Construction		
7	Net Change in Operating Receivables	\$ 262,984	
8	Net Change in Materials, Supplies and Inventories	\$ 9,888	
9	Net Change in Operating Payables and Accrued Liabilities	\$ 172,063	
10	Net Change in Other Assets and Deferred Charges	\$ 31,108	
11	Net Change in Other Liabilities and Deferred Credits	\$ 106,704	
12	Other (explained)		
13	Total Adjustments		\$ 2,608,444
14	Net Cash provided by (used in) Operating Activities	XXXXXXXXXX	\$ 3,491,775



**B-16. STATEMENT OF CASH FLOWS (Continued)**

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Total from preceding page	XXXXXXXXXX	\$ 3,491,775
	Cash Inflows (Outflows) from Investing Activities	XXXXXXXXXX	
15	Construction/Acquisition for Property, Plant and Equipment (Net of Allowance of funds, Used During Construction and Capital Lease Related Acquisitions)	\$ (2,166,052)	
16	Proceeds from Disposals of Property, Plant and Equipment	\$ 58,390	
17	Investments in and Advances in Affiliates		
18	Proceeds from Repayment of Advances		
19	Other - Non-Regulated Investments	\$ 213,656	
	Rural Telephone Bank Investments	\$ -	
20	Net Cash Provided by (Used In) Investing Activities	XXXXXXXXXX	\$ (1,894,006)
	Cash flows from Financing Activities	XXXXXXXXXX	
21	Net Increase/Decrease in Short-Term Debt with Original Maturities of Three Months or Less	XXXXXXXXXX	
22	Advances from Affiliates		
23	Repayment of Advances form Affiliates		
24	Proceeds from Long-Term Debt		
25	Repayment of Long-Term Debt		
26	Payment of Capital Lease Obligations	\$ (9,780)	
27	Proceeds from Issuing Common Stock/Equity Investment for Parent	\$ 11,704	
28	Repurchase of Treasury Shares		
29	Dividends Paid		
30	Other Financing Activities (explained)	\$ 8,672	
	Repurchase of Preferred Stock		
31	Net Cash Provided by Financing Activities		\$ 10,596
32	Effect of Exchange Rate Changes on Cash	XXXXXXXXXX	
33	Net Increase/(Decrease) in Cash and Cash Equivalents	XXXXXXXXXX	\$ 1,608,365
34	Cash and Cash Equivalents at Beginning of Period	XXXXXXXXXX	\$ 3,869,844
35	Cash and Cash Equivalents at End of Period	XXXXXXXXXX	\$ 5,478,209

Notes: \$ -

**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES**

1. Respondents shall name the affiliated company in column (a) and for each account identified in columns (b) through (j), disclose the account balances attributable to affiliate at the close of the calendar year covered by the report.
2. Respondents shall report in the aggregate for each account identified in column (b) through (i) and column (k) receivables and investments in nonaffiliated companies. For the purpose of this schedule, nonaffiliated companies shall include any company in which the respondent has an ownership interest which does not meet the definition of an affiliated company set out in PART Puc 409 Uniform System of Accounts for Telecommunications Companies. This schedule shall not include telecommunications accounts receivable from customers.

Line No.	Name (a)	Account 1160 Investment (b)	Account 1180 Telecom. Receivable (c)	Account 1181 Accts. Receivable Allowance (d)	Account 1190.1 Account 1190.2 Receivable (e)	Account 1191 Accounts Allowance-Other (f)
1	Affiliated Companies:					
2	TDS Telecommunications Serv. Corp				\$ 141,530	
3	Amelia Telephone Corporation				\$ 606	
4	Perkinsville Telephone Company, Inc.				\$ 432	
5	Northfield Telephone Company				\$ 1,725	
6	Kearsarge Telephone Company				\$ 6,696	
7	Arcadia Telephone Company				\$ 81	
8	Continental Telephone Company				\$ 246	
9	Hollis Telephone Company, Inc.				\$ 2,221	
10	Wilton Telephone Company, Inc.				\$ 2,270	
11	MCT Communications, Inc.				\$ 4,481	
12	Ludlow Telephone Company				\$ 2,351	
13	Quincy Telephone Company				\$ 1,412	
14	New Castle Telephone Company				\$ 244	
15	Virginia Telephone Company				\$ 232	
16	Oakwood Telephone Company				\$ 126	
17	Vanlue Telephone Company				\$ 80	
18	TDS Long Distance Corporation				\$ 78,567	
19	Total Affiliate Balance	\$ -	\$ -	\$ -	\$ 243,300	\$ -
20						
21	Nonaffiliated Investments:					
22						
23						
24						
25						
26						
27						
28	Telco Accounts Receivable		\$ 1,431,908	\$ (57,126)	\$ 690,044	\$ (55,800)
29						
30	Other A/R - General:				\$ 54,687	
31						
32						
33						
34						
35						
36						
37						
38						
39						
40	Total Nonaffiliated Balance	\$ -	\$ 1,431,908	\$ (57,126)	\$ 744,731	\$ (55,800)

**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES (cont.)**

3. For each affiliate named in column (a) enter in column (l) the following codes which reflect the nature of the receivable or investment.

"A-1" Stock of active telephone companies; "A-2" Stocks for inactive telephone companies; "A-3" Stocks of other companies; "B" Long-term securities owned; "C" Investment advances; "D" Other. Each of the required classifications and totals for each code shall be shown on a separate line. (An inactive company is one which has been practically absorbed in a controlling company, and which neither operates property nor administers its financial affairs; if it maintains an organization, it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.)

Line No.	Account 1200.1 Account 1200.2 Notes (g)	Account 1201 Notes Receivable (h)	Account 1210 Int. & Div. (i)	Account 1401 Investments in Affiliated (j)	Account 1402 Investments in Nonaffiliated (k)	Class (l)
1						
2						D
3						D
4						D
5						D
6						D
7						D
8						D
9						D
10						D
11						D
12						D
13						D
14						D
15						D
16						D
17						D
18						D
19	\$ -	\$ -	\$ -	\$ -	\$ -	
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30			\$ 19,282			D
31						
32						
33						
34						
35						
36						
37						
39						
40	\$ -	\$ -	\$ 19,282	\$ -	\$ -	

**B-18. OTHER PREPAYMENTS (Account 1330)**

1. Identify and report below end of year balances for all prepayments included in account 1330.

Line No.	Description (b)	Year End Balance (c)
1	MAPCOM software maintenance	\$ 17,900
2	Controlled Power remote generator maintenance	\$ 975
3	System Care Plan	\$ 1,772
4	Tele-Media prepaid advertising	\$ 13,475
5	NECA TRS	\$ 9,342
6	Datacom prepaid warranty	\$ 1,588
7	TDS Telecom Service Corporation	\$ 296,400
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ 341,452

**B-19. OTHER CURRENT ASSETS (Account 1350)**

1. Identify and report below end of year balances for each other current assets included in account 1350.

Line No.	Description (b)	Year End Balance (c)
1	N/A	
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ -

**B-20. SINKING FUNDS (Account 1408)**

1. Report below balances at end of year of each sinking fund maintained during the year.
2. Explain for each fund any deductions other than withdrawals for the purpose for which the fund was created.
3. If the trustee of any fund is an associated company, give name of such associated company.
4. If assets other than cash comprise any fund, furnish a list of the securities or other assets, giving interest or dividend rate of each, cost to respondent, number of shares or principal amount, and book cost at end of year.

Line No.	Account No. (a)	Name of Fund and Trustee if any (b)	Year End Balance (c)
1		N/A	
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ -

**B-21. OTHER NONCURRENT ASSETS (Account 1410)**

1. Identify and report below balances at end of year for each noncurrent asset included in account 1410.

Line No.	Account No. (a)	Description (b)	Year End Balance (c)
1	1437100	Regulatory Asset	\$ 79,770
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ 79,770

**B-22. DEFERRED CHARGES (Accounts 1438, 1439)**

1. Respondents shall disclose in separate sections for Accounts 1438 and 1439, the amounts deferred for each item amounting individually to \$500 or more.
2. Any balancing amount applicable to each account shall be shown on the line Aggregate of All Other Items, which is the line immediately preceding the total line for each account.

Line No.	Description of Item (a)	Amount at end of the Year (b)
1	Account 1438	
2	N/A	
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18	Aggregate of All Other Items	
19		
20		<b>Total</b> \$ -
21	Account 1439	
22	N/A	
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38	Aggregate of All Other Items	
39		
40		<b>Total</b> \$ -



**B-23. UNAMORTIZED DEBT ISSUANCE EXPENSE (Account 1407)**

1. Report under applicable subheading the particulars of Unamortized Issuance Expense.
2. Show premium amount by enclosure in parentheses.
3. In column (b) show the principal amount of bonds or other long term debt original issued.
4. In column (c) show the expense, associated with the issuance and sale of evidence of debt.
5. Explain any debits and credits other than amortization debited to Account 7530, Amortization of Debt Issuance Expense.

Line No.	Designation of Long Term Debt (a)	Principal Amount of Securities (b)	Total debt Issuance Expense (c)	AMORTIZATION PERIOD		Balance Beginning of Year (f)	Debits During Year (g)	Charged to Account 7530 (h)	Balance end of Year (i)
				From (d)	To (e)				
1	N/A								\$ -
2									\$ -
3									\$ -
4									\$ -
5									\$ -
6									\$ -
7									\$ -
8									\$ -
9									\$ -
10									\$ -
11									\$ -
12									\$ -
13									\$ -
14									\$ -
15									\$ -
16									\$ -
17									\$ -
18	TOTALS	\$ -	\$ -			\$ -	\$ -	\$ -	\$ -

**B-24. LONG-TERM DEBT (Accounts 4210, 4260 AND 4270)**

1. Respondent shall disclose in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In column (b), (c), and (d), respectively, respondents shall enter the nominal date of issue, the date of maturity and the face amount outstanding.
3. In column (c), respondent shall enter the amount of unamortized premium or discount.
4. In column (f) and (g), respectively, the respondents shall enter the state rate and the yield rate.
5. In column (h) and (i), respectively, respondents shall enter the current and long-term portions reduced or increased by any unamortized discount or premium as of the close of the calendar year and subtotaled.
6. In column (j) enter the amount of interest charged to account 7510 for each obligation.

Line No.	Description of Obligation (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Face Amount Outstanding (d)	Unamortized Premium or Discount (e)	Stated Rate (f)	Yield Rate (g)	Short-Term Portion (h)	Long-Term Portion (i)	Account 7510 Interest on Funded Debt (j)
1	N/A									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28	Total			\$ -	\$ -			\$ -	\$ -	\$ -

**B-25. NOTES PAYABLE (Account 4020)**

1. In column (a) respondents shall list name of creditor, specify whether non affiliate or affiliate.
2. In column (b) describe type of indebtedness, notes, draft and other evidences of indebtedness.
3. In column (c), (d), (e) and (f) respectively, respondents shall enter the date of issue, date of maturity, amount at end of year and the interest rate per annum.
4. In column (g) indicate the amount of interest charged to account 7540 for each transaction.

Line No.	Name of Creditor (a)	Description of Transaction (b)	Date of Issue (c)	Date of Maturity (d)	Amount at End of the Year (e)	Interest Rate Per Annum (f)	Interest Expense Acct 7540 (g)
1	N/A				\$ -		
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19	Aggregate of all other items					XXX	
20	Total				\$ -	XXX	\$ -

**B-26. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)**

In separate sections of column (a) for payables to affiliates and for other accounts payable, respondents shall identify in the respective sections the name of each affiliate creditor, and the name of each other creditor with the ten largest payables in excess of \$10,000.

Line No.	Description of Item (a)	Amount at end of the Year (b)
	<b>Account 4010 Accounts Payable</b>	
1	Affiliates (Please see schedule B-26b)	\$ 704,658
2	National Exchange Carrier Association	\$ 396,725
3	DISH Network	\$ 32,166
4	Nextel	\$ 14,519
5	Verizon Wireless	\$ 10,350
6		
7		
8		
9		
10	Aggregate of all other items	\$ 283,429
		\$ 1,441,847
	<b>Account 4120 Other Accrued Liabilities</b>	
11	TDS Communications Solutions	\$ (1,998)
12		
13		
14		
15		
16		
17		
18		
19		
20	Aggregate of all other items	\$ 92,899
	<b>Total</b>	\$ 90,901
	<b>Account 4130 Other Current Liabilities</b>	
21	Employee Benefit Programs - Accrued Vacation	\$ 12,340
22	Outside Normal OPEB	\$ 36,281
23	Accrue Stub Utility Expense	\$ 21,500
24		
25		
26		
27		
28		
29		
30	Aggregate of all other items	\$ 15,511
	<b>Total</b>	\$ 85,632

**B-26 Con't. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)**

Line No.	Description (b)	Year End Balance (c)
1	Waunakee Telephone Company, LLC	\$ 195
2	Kearsarge Telephone Company	\$ 12,213
3	Telephone and Data Systems, Inc.	\$ 5,897
4	MCT Communications, Inc	\$ 9,883
5	TDS Telecom Service Corporation	\$ 665,970
6	TDS Long Distance Corporation	\$ 10,500
7		
8		
9		
10		
11		
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35		
36		
37		
38		
39	Total	\$ 704,658

**B-29. OTHER LONG-TERM LIABILITIES (Account 4310)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.

2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
1	Unfunded post retirement benefits	\$ (28,355)
2	Implementation of SFAS 158	\$ 794,911
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
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39		
40		
41		
42		
43		
44		
45	Aggregate of All Other Items	
46	<b>Total</b>	<b>\$ 766,556</b>

**B-30A. OTHER DEFERRED CREDITS (Accounts 4360)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.
2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
1	Post Employment Agreement	\$ 130,803
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
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38		
39		
40		
41		
42		
43		
44	Aggregate of Balances in Clearing Accounts not Itemized Above	
45	Aggregate of All Other Items	
46	<b>Total</b>	<b>\$ 130,803</b>

**B-30B. NET DEFERRED OPERATING INCOME TAXES (Accounts 4100 and 4340)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>PROPERTY RELATED</b>						
	<b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>						
	Provision for Deferred Operating Income Taxes-Net						
1	Federal Income Taxes						\$ -
2	State and Local Income Taxes						\$ -
3	Total Net Current Operating Income Taxes (Account 4100)	\$ -	7250	\$ -	\$ -	\$ -	\$ -
	<b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>						
	Provision for Deferred Operating Income Taxes-Net						
4	Federal Income Taxes	\$ 1,058,209			\$ 128,852	\$ 3,049	\$ 926,308
5	State and Local Income Taxes	\$ 134,458		\$ 1,681	\$ 11,424	\$ 1,052	\$ 123,663
6	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ 1,192,667	7250	\$ 1,681	\$ 140,276	\$ 4,101	\$ 1,049,971
7	<b>TOTAL PROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b>	\$ 1,192,667		\$ 1,681	\$ 140,276	\$ 4,101	\$ 1,049,971
	<b>NONPROPERTY RELATED</b>						
	<b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>						
	Provision for Deferred Operating Income Taxes-Net						
8	Federal Income Taxes	\$ (22,642)			\$ 13,523	\$ (6,854)	\$ (29,311)
9	State and Local Income Taxes	\$ (6,010)			\$ 3,589	\$ (1,819)	\$ (7,780)
10	Total Net Current Operating Income Taxes (Account 4100)	\$ (28,652)	7250	\$ -	\$ 17,112	\$ (8,673)	\$ (37,091)
	<b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>						
	Provision for Deferred Operating Income Taxes-Net						
11	Federal Income Taxes	\$ (263,516)		\$ 18,121	\$ 5,363	\$ (4,894)	\$ (245,864)
12	State and Local Income Taxes	\$ (71,228)		\$ 4,810	\$ 995	\$ (1,260)	\$ (66,153)
13	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ (334,744)	7250	\$ 22,931	\$ 6,358	\$ (6,154)	\$ (312,017)
14	<b>TOTAL NONPROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b>	\$ (363,396)		\$ 22,931	\$ 23,470	\$ (14,827)	\$ (349,108)
15	<b>TOTAL DEFERRED OPERATING INCOME TAXES</b>	\$ 829,271		\$ 24,612	\$ 163,746	\$ (10,726)	\$ 700,863

Lines 4 & 5 (f) are adjustments booked to true up to final tax return filings

Lines 11 & 12 (f) are adjustments booked to reclassify goodwill from Net Non-Current Operating Income taxes to Net Non-Current Non-Operating taxes  
(see sch B-30C lines 17 & 18 (f))



**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>PROPERTY RELATED</b>						
	<b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
1	Federal Income Taxes		7450				\$ -
2	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
3	Federal Income Taxes		7640				\$ -
4	State and Local Income Taxes		7640				\$ -
5	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ -		\$ -	\$ -	\$ -	\$ -
	<b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
6	Federal Income Taxes		7450				\$ -
7	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
8	Federal Income Taxes		7640				\$ -
9	State and Local Income Taxes		7640				\$ -
10	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ -		\$ -	\$ -	\$ -	\$ -
11	<b>TOTAL PROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b>	\$ -		\$ -	\$ -	\$ -	\$ -

**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350) (continued)**

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>NONPROPERTY RELATED</b>						
	<b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net						
12	Federal Income Taxes	\$ -	7450			\$ 6,854	\$ (6,854)
13	State and Local Income Taxes	\$ -	7450			\$ 1,819	\$ (1,819)
	Deferred Income Tax Effect of Extraordinary Items-Net						
14	Federal Income Taxes		7640				\$ -
15	State and Local Income Taxes		7640				\$ -
16	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ -		\$ -	\$ -	\$ 8,673	\$ (8,673)
	<b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net						
17	Federal Income Taxes	\$ 522,947	7450	\$ 57,911	\$ 19,646	\$ (801)	\$ 562,013
18	State and Local Income Taxes	\$ 138,799	7450	\$ 15,371	\$ 5,214	\$ (212)	\$ 149,168
	Deferred Income Tax Effect of Extraordinary Items-Net						
19	Federal Income Taxes		7640				\$ -
20	State and Local Income Taxes		7640				\$ -
21	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ 661,746		\$ 73,282	\$ 24,860	\$ (1,013)	\$ 711,181
22	<b>TOTAL NONPROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b>	\$ 661,746		\$ 73,282	\$ 24,860	\$ 7,660	\$ 702,508

Lines 17 & 18 (f) are adjustments booked to reclassify goodwill from Net Non-Current Operating Income taxes to Net Non-Current Non-Operating taxes (see sch B-30B lines 11 & 12 (f))

**B-31. RETAINED EARNINGS (Account 4550)**

1. List all reserves or appropriations of retained earnings and provide an explanation for any charges that have taken place in these reserves.

Line No.	(a)	Amount at End of Year (b)
1	Retained Earnings - Reserved - Balance January 1, 2007	
2	Current Year Changes	
3	Retained Earnings - Reserved - Balance December 31, 2007	\$ -
4		
5	Retained Earnings - Unreserved - Balance January 1, 2007	\$ 14,672,869
7	Net Income From Schedule B-11	\$ 883,331
8	Other Increases (Itemize)	
9	Total Increases to Retained Earnings	\$ 883,331
10		
11	Net Loss From Schedule B-11	
12	Dividends Declared (Schedule B-32)	\$ -
13	Other Decreases (Itemize)	
14	Total Decreases to Retained Earnings	\$ -
15	Retained Earnings - Unreserved - Balance December 31, 2007	\$ 15,556,200
16	Retained Earnings - Total - Balance December 31, 2007	\$ 15,556,200

Other Increases and Decreases:

**B-32. DIVIDENDS DECLARED (Account 4560)**

1. If a dividend was payable in a form other than cash, please provide details below.

Line No.	Class of Stock (a)	Date Declared (b)	Date Payable (c)	Number of Shares on Which Declared (d)	Dividend Per Share (e)	Amount of Dividends Declared (f)
1	<u>Dividends Declared:</u>					\$ -
2	N/A					\$ -
3						\$ -
4						\$ -
	Total Dividends Declared (to Schedule B-31)					\$ -
5	<u>Provide details about non-cash dividends.</u>					

**B-33. CAPITAL STOCK, ADDITIONAL PAID-IN-CAPITAL AND TREASURY STOCK (Accounts 4510.1, 4510.2, 4520, 4530.1, 4530.2)**

1. Beginning with common stock, respondents shall enter the class of stock and a description of any pertinent details such as differences in voting rights, preferences as to dividends or assets, pledges, etc.
2. Respondents shall provide the information specified in column headings (b) through (h) and note any other pertinent information at the bottom of the schedule.

Line No.	Class and Description of Capital (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Amount of Stock Issued and Outstanding (d)	Additional Paid In Capital Account 4520 (e)	Total (Col. (d)&(e)) (f)	Number of Shares of Treasury Stock (g)	Amount in Treasury Stock Account Account 4530.1 & 4530.2 (h)
1	Capital Stock-Common	no-par	300	\$ 430,670	\$ 4,650,304	\$ 5,080,974	N/A	
2						\$ -		
3						\$ -		
4						\$ -		
5						\$ -		
6						\$ -		
7						\$ -		
8						\$ -		
9						\$ -		
10						\$ -		
11						\$ -		
12						\$ -		
13						\$ -		
14						\$ -		
15						\$ -		
16						\$ -		
17						\$ -		
18						\$ -		
19						\$ -		
20	<b>Total</b>	\$ -		\$ 430,670	\$ 4,650,304	\$ 5,080,974		\$ -

<b>I-34. OPERATING REVENUES</b>			
<b>(a)</b>			
Line No.	Item	Amount for the Current Year (b)	Increase Over Preceding Year (c)
<b>LOCAL NETWORK REVENUES</b>			
1	5001 Basic Area Revenue	\$ 2,510,655	\$ (123,816)
2	5002 Optional Extended Area Revenue	\$ -	\$ -
3	5003 Cellular Mobile Revenue	\$ 280,129	\$ (46,496)
4	5004 Other Mobile Services Revenue	\$ -	\$ -
5	5010 Public Telephone Revenue	\$ -	\$ -
6	5040 Local Private Line Revenue	\$ 61,436	\$ 32,034
7	5050 Customer Premises Revenue	\$ -	\$ (60)
8	5060 Other Local Exchange Revenue	\$ 904,379	\$ 52,183
9	Total Local Network Services Revenues	\$ 3,756,599	\$ (86,155)
<b>NETWORK ACCESS SERVICES REVENUES</b>			
10	5081 End User Revenue	\$ 1,361,409	\$ (19,891)
11	5082 Switched Access Revenue	\$ 2,073,276	\$ (228,080)
12	5083 Special Access Revenue	\$ 741,287	\$ (564,905)
13	5084 State Access Revenue	\$ 1,336,226	\$ (198,414)
14	Total Network Access Services Revenue	\$ 5,512,198	\$ (1,011,290)
<b>LONG DISTANCE NETWORK SERVICES REVENUES</b>			
15	5100 Long Distance Message Revenue	\$ -	\$ -
16	5120 Long Distance Private Network Revenue	\$ -	\$ -
17	5160 Other Long Distance Revenue	\$ -	\$ -
18	5169 Other Long Distance Revenue Settlements	\$ (94)	\$ (705)
19	Total Long Distance Network Services Revenues	\$ (94)	\$ (705)
<b>MISCELLANEOUS REVENUES</b>			
20	5230 Directory Revenue	\$ 254,928	\$ (7,971)
21	5240 Rent Revenue	\$ 187,082	\$ (20,045)
22	5250 Corporate Operations Revenue	\$ -	\$ -
23	5260 Miscellaneous Revenue	\$ 286,154	\$ 243,752
24	5270 Carrier Billing and Collection Revenue	\$ 422,993	\$ 20,347
25	Total Miscellaneous Revenues	\$ 1,151,157	\$ 236,083
<b>UNCOLLECTIBLE REVENUES</b>			
26	5301 Uncollectible Revenue - Telecommunications	\$ 23,968	\$ (5,828)
27	5302 Uncollectible Revenue - Other	\$ 18,777	\$ 45,219
28	Total Uncollectible Revenues	\$ 42,745	\$ 39,391
29	TOTAL Operating Revenues	\$ 10,377,115	\$ (901,458)

**I-34A. INCREASE OR DECREASE IN OPERATING REVENUES**

Give explanation of all operating revenue accounts, over \$500, that have increased or decreased 10% or more over the prior year.

5003 - The 2006 Verizon Wireless billing included retroactive billing for 2005.

5040 - Increase due to Digital Interface Termination (T-1) access lines increasing from 2006 to 2007.

5082 - 2007 decreased due to the revenue requirement calculation in 2007 which was calculated with a 10.25% ROR vs. the authorized rate of 11.25% and lower expenses. The lower expenses are due to lower depreciation expenses related to assets becoming fully depreciated in the latter part of 2006.

5083 - 2007 decreased due to the revenue requirement calculation in 2007 which was calculated with a 10.25% ROR vs. the authorized rate of 11.25% and lower expenses. The lower expenses are due to lower depreciation expenses related to assets becoming fully depreciated in the latter part of 2006. Lastly, the remaining decrease is due to exiting the NECA DSL pool effective June 30, 2007 (see account 5260).

5084 - Decrease due to extensive competition which resulted in the continued decline in state access minutes of use.

5260 - Increase due to wholesale DSL becoming de-tariffed June 30, 2007, and the associated revenues being recorded in this account.

5301 - Increase in uncollectibles for Local Service and Long Distance.

5302 - Received bad debt recovery in Oct 2006 from WorldCom. Carrier billing write-offs were greater in 2007.

I-35. OPERATING EXPENSES				
Line No.	Item (a)		Amount for the Current Year (b)	Increase Over Preceding Year (c)
	<b>PLANT SPECIFIC OPERATIONS EXPENSES</b>			
1	6112	Motor Vehicle Expense	\$ 77,342	\$ 4,131
2	6115	Garage Work Equipment Expense		\$ -
3	6116	Other Work Equipment Expense	\$ (5,582)	\$ (13,388)
4	6121	Land and Building Expense	\$ 309,427	\$ (17,585)
5	6122	Furniture and Artworks Expense	\$ -	\$ 32
6	6123	Office Equipment Expense	\$ 15,718	\$ (1,968)
7	6124	General Purpose Computers Expense	\$ (33)	\$ (283)
8	6211	Analog Electronic Expense	\$ -	\$ -
9	6212	Digital Electronic Expense	\$ 460,170	\$ 29,205
10	6215	Electro-Mechanical Expense		\$ -
11	6220	Operators System Expense		\$ -
12	6230	Central Office Transmission Expense	\$ 212,198	\$ 65,048
13	6311	Station Apparatus Expense		\$ -
14	6341	Large Private Branch Exchange Expense		\$ -
15	6351	Public Telephone Terminal Equipment Expense		\$ -
16	6362	Other Terminal Equipment Expense		\$ -
17	6411	Pole Expense	\$ 29,490	\$ (15,021)
18	6421	Aerial Cable Expense	\$ 191,286	\$ (27,180)
19	6422	Underground Cable Expense	\$ 597	\$ 414
20	6423	Buried Cable Expense	\$ 225,366	\$ (24,316)
21	6424	Submarine Cable Expense		\$ -
22	6426	Intrabuilding Network Cable Expense		\$ -
23	6431	Aerial Wire Expense	\$ 16,511	\$ 943
24	6441	Conduit Systems Expense		\$ -
25	Total Plant Specific Operations Expense		\$ 1,532,490	\$ 32
	<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
26	6511	Property Held for Future Telecommunications Use Expense	\$ -	\$ -
27	6511	Provisioning Expense	\$ -	\$ -
28	6530	Network Operations Expense	\$ 1,194,317	\$ (122,602)
29	6540	Access Expense	\$ 368,428	\$ 9,929
30	6561	Depreciation Expense-Telecommunications Plant in Service	\$ 1,822,051	\$ (326,482)
31	6562	Depreciation Expense-Property Held for Future Telecommunications Use		\$ -
32	6563.1	Amortization Expense-Capital Leases	\$ 28,168	\$ (16,282)
33	6563.2	Amortization Expense-Leaseholds		\$ -
34	6564	Amortization Expense-Intangible	\$ 98,088	\$ (30,871)
35	6565	Amortization Expense-Other		\$ -
36	Total Plant Nonspecific Operations Expense		\$ 3,511,052	\$ (486,308)
	<b>CUSTOMER OPERATIONS EXPENSE</b>			
37	6610	Marketing	Sch. 35B \$ 619,300	\$ 105,817
38	6620	Service	Sch. 35B \$ 945,444	\$ (188,265)
39	Total Customer Operations Expense		\$ 1,564,744	\$ (82,448)
	<b>CORPORATE OPERATIONS EXPENSE</b>			
40	6710	Executive and Planning	Sch. 35B \$ 335,503	\$ (4,009)
41	6720	General and Administrative	Sch. 35B \$ 1,938,684	\$ (85,199)
42	6790	Provision for Uncollectible Notes Receivable		\$ -
43	Total Corporate Operations Expense		\$ 2,274,187	\$ (89,208)
44	TOTAL Operating Expense		\$ 8,882,473	\$ (657,932)



**I-35A. INCREASE OR DECREASE IN OPERATING EXPENSES**

Give explanation of all operating expense accounts, over \$500, that have increased or decreased 10% or more over the prior year.

6116 - Decrease due to bucket truck repairs paid in 2006 that were reclassified to MCT Cable in 2007, and a decrease in purchases of miscellaneous tools and equipment.

6123 - Decrease due to end of credit card terminal lease as of November 2006.

6230 - Increase due to payroll and material for maintenance/rearrangements, the replacements of DLS batteries and charges for voice mail conversion.

6411 - Decrease in materials used for maintenance, tree trimming and contractor charges.

6421 - Decrease in cancelled projects and payroll and materials for maintenance.

6422 - Increase in payroll for maintenance.

6423 - Decrease in engineering charges.

6561 - Decrease due to Digital Switch becoming fully depreciated in December 2006.

6563.1 - Decrease as some capital leases became fully amortized at the end of 2006.

6564 - Decrease as some software became fully amortized in October 2006.

6610 - Increase due to change in job responsibilities and emphasis on sales activities.

6620 - The continued reorganization of employees resulted in a decrease in customer service expense.

I-35B. CUSTOMER OPERATIONS EXPENSE (Account 6610 and 6620) CORPORATE OPERATIONS EXPENSE (Account 6710 and 6720)			
Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
<b>CUSTOMER OPERATIONS EXPENSE</b>			
<b>Marketing</b>			
1	6611 Product Management	\$ 101,996	\$ (13,730)
2	6612 Sales	\$ 387,454	\$ 113,787
3	6613 Product Advertising	\$ 129,850	\$ 5,760
4	Total Marketing Expense-Account 6610	\$ 619,300	\$ 105,817
<b>Services</b>			
5	6621 Call Completion Services	\$ 1,790	\$ (49)
6	6622 Number Services	\$ 60,299	\$ (28,455)
7	6623 Customer Services	\$ 883,355	\$ (159,761)
8	Total Service-Account 6620	\$ 945,444	\$ (188,265)
<b>CORPORATE OPERATIONS EXPENSE</b>			
<b>Executive and Planning</b>			
9	6711 Executive	\$ 335,293	\$ 9,317
10	6712 Planning	\$ 210	\$ (13,326)
11	Total Executive and Planning-Account 6710	\$ 335,503	\$ (4,009)
<b>General and Administrative</b>			
12	6721 Accounting and Finance	\$ 519,756	\$ (46,549)
13	6722 External Relations	\$ 498,095	\$ 85,441
14	6723 Human Resources	\$ 253,707	\$ (38,212)
15	6724 Information Management	\$ 414,777	\$ (64,022)
16	6725 Legal	\$ 90,741	\$ 22,304
17	6726 Procurement	\$ 33,636	\$ (14,748)
18	6727 Research and Development	\$ -	\$ -
19	6728 Other General and Administrative	\$ 127,972	\$ (29,413)
20	Total General and Administrative-Account 6720	\$ 1,938,684	\$ (85,199)

I-36A. OTHER OPERATING TAXES (Account 7240)								
Line No.	Name of Government (a)	TYPE OF TAX						Total (h)
		PUC Assess. (b)	Property (c)	FCC (d)	(e)	(f)	(g)	
1	U.S. GOVERNMENT							\$ -
2								\$ -
3	State of New Hampshire							\$ -
4	State PUC Assessment	\$ 29,258						\$ 29,258
5	Annual Report & Franchise							\$ -
6	FCC Regulatory Fee			\$ 7,657				\$ 7,657
7								\$ -
8								\$ -
9	Property Taxes:							\$ -
10	Town of Bradford		\$ 2,897					\$ 2,897
11	Town of Hopkinton		\$ 36,762					\$ 36,762
12	Town of Newbury and Tuftonboro		\$ 605					\$ 605
13	Town of Sutton		\$ 5,712					\$ 5,712
14	Town of Warner & Webster		\$ 8,891					\$ 8,891
15	Town of Antrim		\$ 3,140					\$ 3,140
16	Town of Bennington and Deering		\$ 1,987					\$ 1,987
17	Town of Henniker		\$ 7,201					\$ 7,201
18	Town of Hillsboro		\$ 15,719					\$ 15,719
19	PART 64 Allocation		\$ (1,246)					\$ (1,246)
20	<b>Total</b>	\$ 29,258	\$ 81,668	\$ 7,657	\$ -	\$ -	\$ -	\$ 118,583
21	Billed by Others							\$ -
22	Billed to Others							\$ -
23	Charged to Construction							\$ -
24								\$ -
25								\$ -
26								\$ -
27								\$ -
28								\$ -
29								\$ -
30								\$ -
31								\$ -
32								\$ -
33	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**I-36B. PREPAID TAXES AND TAX ACCRUALS (account 1300, 4070 and 4080)**

1. Respondents shall disclose in column (b) the amount of prepaid taxes and in column (c) the amount of tax accruals at the beginning of the year and in column (d) other taxes accrued.
2. In column (d) respondents shall list the accounts charged and in column (e) the amount of taxes accrued during the year.
3. In column (f) respondents shall disclose the amount of taxes paid and in column (g) the adjustments with an explanation for each adjustment amounting to \$25,000 or more.
4. In succeeding columns, respondents shall disclose the balance at the end of the year for the prepaid taxes, income tax accruals and other taxes accrued.

Line No.	Particulars (a)	Balance at Beginning of the Year			Taxes Expensed During the Year		Taxes Paid	Adjustments	Balance at End of the Year		
		Prepaid Taxes (Acct. 1300) (b)	Income Taxes Accrued (Acct. 4070) (c)	Other Taxes Accrued (Acct. 4080) (d)	Account Charged (e)	Amount (f)	During the Year (g)	Debit or (Credit) (h)	Prepaid Taxes (Acct. 1300) (i)	Income Taxes Accrued (Acct. 4070) (j)	Other Taxes Accrued (Acct. 4080) (k)
1	Federal Income Taxes		\$ 16,821		7220 / 7420/7990	\$ 580,517	\$ 646,582	\$ 49,244		\$ -	
2	NH Business Profits Taxes		\$ -		7230 / 7430/7990	\$ 134,885	\$ 129,083	\$ (5,802)		\$ -	
3	Federal Excise Taxes										
4	Communications Tax										
5	Property Taxes	\$ 29,713			7240 / 7360	\$ 131,245	\$ 134,433		\$ 32,901		
6	NHPUC Assessment	\$ 14,760			7240	\$ 29,258	\$ 28,997		\$ 14,499		
7	Communications Tax, Excise & 911			\$ 75,588	4080	\$ 747,645	\$ 743,865	\$ 13,716			\$ 65,652
8											
9											
10											
11											
12											
13											
14											
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28											
29											
30											
31											
32											
33	<b>Total</b>	\$ 44,473	\$ 16,821	\$ 75,588		\$ 1,623,550	\$ 1,682,960	\$ 57,158	\$ 47,400	\$ -	\$ 65,652

**I-36C. NONOPERATING TAXES**

Line No.	Description of Item (a)	Total	Federal	State	Local
1	Account 7410 Nonoperating Investment Tax Credits-Net	\$ -			
2	Account 7420 Nonoperating Federal Income Tax	\$ 65,752	\$ 65,752		
3	Account 7430 Nonoperating State and Local Income Taxes	\$ 17,451		\$ 17,451	
4	Account 7440 Nonoperating Other Taxes	\$ -			
5					
6					
7					
8					
9					
10	Account 7450 Provision for Deferred Nonoperating Income Taxes-Net	\$ 40,762	\$ 32,212	\$ 8,550	
11					
12					
13					
14					
15					
16					
17					
18					
19					
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21					
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31					
32					
33					
34					
35					
36	<b>Total</b>	\$ 123,965	\$ 97,964	\$ 26,001	\$ -

**I-36D. EXTRAORDINARY ITEMS (Accounts 7610, 7620, 7630, 7640)**

1. Give below a brief description of each item included in accounts 7610, Extraordinary Income Credits and 7620, Extraordinary Income Charges.
2. Give reference to Commission approval, including date of approval for extraordinary treatment of any item.
3. The Income tax effects relating to each extraordinary item should be listed in Column (c) and Column (d).

Line No.	Description of Item (a)	Gross Amount (b)	Account 7630 Current Income Tax Effect (c)	Account 7640 Provision for Deferred Income Tax Effect (d)
1	Account 7610 Extraordinary Income Credits			
2	N/A			
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15	<b>TOTALS</b>	\$ -	\$ -	\$ -
16	Account 7620 Extraordinary Income Charges			
17	N/A			
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30	<b>TOTALS</b>	\$ -	\$ -	\$ -
31	<b>Net Extraordinary Items</b>	\$ -	\$ -	\$ -

**I-37. NONOPERATING INCOME AND EXPENSE (Account 7300)**

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7310 Dividend Income	\$ 3,233	\$ (20,420)
2	7320 Interest Income	\$ 254,392	\$ 82,568
3	7330 Income From Sinking and Other Funds		\$ -
4	7340 Allowance for Funds Used During Construction		\$ -
5	7350 Gains or Losses for the Disposition of Certain Property		\$ -
6	7355 Equity in Earnings of Affiliated Companies		\$ -
7	7360 Other Nonoperating Income	\$ 50,684	\$ (544,709)
8	7370 Special Charges	\$ (3,994)	\$ 13,418
9	Total Nonoperating Income and Expenses	\$ 304,315	\$ (469,143)

**I-38. OTHER OPERATING INCOME AND EXPENSE (Account 7100)**

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7110 Income from Custom Work	\$ -	\$ -
2	7130 Return from Nonregulated Use of Regulated Facilities	\$ -	\$ -
3	7140 Gains and Losses from Foreign Exchange	\$ -	\$ -
4	7150 Gains and Losses from the Disposition of Land and Artwork	\$ -	\$ -
5	7160 Other Operating Gains and Losses	\$ -	\$ -
6	Total Other Operating Income and Expenses	\$ -	\$ -

**I-39. SPECIAL EXPENSES ATTRIBUTABLE TO FORMAL REGULATORY CASES**

1. Show, to the extent indicated by the following instructions and columnar captions, the expenses incurred during the year in connection with formal cases before Federal, State and other regulatory commissions, and in cases in which such a commission is a party, including to the same extent, the cost of defense and prosecution of petitions and complaints presented to such commissions and the cost of valuations, inventories, and appraisals of plant made for rate-case purposes and those taken in compliance with State and other regulatory authorities.
2. Expenses in connection with the procurement of franchises, issuance of capital stock and funded debt, and the expenses of securing certificates of convenience and necessity shall not be included in this schedule.
3. Give in column (a) a complete description of the regulation, hearing, or case that occasioned the items reported, including its number or other identification and the name of the regulatory commission concerned.
4. Column (b) shall include special assessments by regulatory commissions pertaining to the proceedings reported. General assessments by such commissions shall not be included in this schedule.
5. Column (c) shall include amounts such as fees, retainers, and expenses (excepting minor expenses not readily separable) paid to attorneys, consultants, and others not carried on the payroll of respondent.
6. Column (d) shall include salaries and wages and readily associated expenses of employees that have been employed or retained in service by respondent solely or almost entirely because of one or more of the proceedings reported.
7. Total expenses reported in columns (b), (c) and (d) shall be reported in column (e).

Line No.	Description of Regulation or Case (a)	Special Assessments by Regulatory Commissions (b)	OTHER SPECIAL EXPENSES		Total Reported Expenses and Assessments (e)
			Fees, Retainers Expenses, and Other Billed Items (c)	Incremental Payroll Costs and Directly Associated Expenses (d)	
1	N/A				\$ -
2					\$ -
3					\$ -
4					\$ -
5					\$ -
6					\$ -
7					\$ -
8					\$ -
9					\$ -
10					\$ -
11					\$ -
12					\$ -
13					\$ -
13		Total	\$ -	\$ -	\$ -



**I-40. ADVERTISING**

1. Respondents shall disclose on line 1, the total amount charged to Account 6613, Product Advertising. Those costs shall include costs incurred in developing and implementing promotional strategies to stimulate the purchase of products and services.
2. Respondents shall disclose on line 2 the total amount of external relations expenditures to include cost to maintain relations with the government, regulators, other companies and the general public.
3. On line 3 respondents shall disclose the total costs incurred that are typically given special regulatory scrutiny for ratemaking purposes. These costs are presumed to be excluded from the cost of service in setting rates.

Line No.	Account No. (a)	Account Title (b)	Amount During the Year (c)
1	6613	Product Advertising	\$ 129,850
2	6722	External Relations	\$ 498,095
3	7370	Special Charges	\$ 3,994
		Other (Specify):	
4			
5			
6			
7			
8			
9			
10			
11			
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37			
38			
39		<b>Total</b>	<b>\$ 631,939</b>

**I-41. GENERAL SERVICES AND LICENSES**

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,
2. Respondents shall describe in column (b) the type of service provided.

Line No.	Name of Affiliate (a)	Service Provided (b)	Amount (c)
1	Telephone and Data Systems, Inc.	General Support Services	\$ 17,403
2		Network Support Services	\$ 5,276
3		Customer Services	\$ 65,552
4		Treasury, Finance, HR, IS	\$ 430,502
5		Non-Regulated Plant	\$ 40,996
6	TDS Telecom Service Corporation		
7		Central Office Services	\$ 2,308
8		OSP Maintenance Services	\$ 1,437
9		Network Support Services	\$ 821,777
10		Product Management	\$ 515,662
11		Customer Services	\$ 636,989
12		Treasury, Finance, HR, IS	\$ 1,280,238
13	Kearsarge Telephone Company	Non-Oper - Special Charges	\$ 2,612
14		Non-Regulated Plant	\$ 624,256
15			
16		General Support Services	\$ 6,331
17		OSP Maintenance Services	\$ 317
18		Network Support Services	\$ 2,270
19		Product Management	\$ 73,000
20		Customer Services	\$ 446
21		Treasury, Finance, HR, IS	\$ 2,976
22		Non-Regulated Plant	\$ 23,016
23			
24			
25			
26			
27			
28			
29			
30			
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35			
36			
37			
38			
39			
40			
41	Sub-total of additional pages		\$ -
42	Aggregate of All Other Amounts		
43		<b>Total</b>	<b>\$ 4,553,364</b>



**I-42. MEMBERSHIPS FEES AND DUES**

1. Respondents shall disclose in column (b) the number of organizations in column (c) the number of memberships and in column (d) amount paid for membership fees and dues for each line item in column (a).
2. Respondents shall specify in column (a) any other type of organization not provided for elsewhere on this schedule.

Line No.	Particulars (a)	NUMBER OF		Amount (d)
		Organization (b)	Memberships (c)	
	<b>EXPENDITURES CHARGED TO OPERATING EXPENSES</b>			
1	Associations of Telecommunications Companies,			
2	Trade, Technical and Professional Associations and	1	1	\$ 1,513
3	Other Organizations (specify type):			
4	Chamber of Commerce	3	3	\$ 1,169
5				
6				
7				
8				
9				
10				
11				
12				
13				
14	Part 64 Allocation			\$ (1,026)
15	<b>Total</b>	4	4	\$ 1,656
16	<b>EXPENDITURES CHARGED TO SPECIAL CHARGES (ACCOUNT 7370)</b>			
17	Social and Athletic Clubs			
18	Service Clubs (Rotary, Kiwanis, etc.)			
19	Lobbying			
20	Charitable Contributions			
21	Membership Fees			
22	Penalties & Fines	1		\$ 500
23	Abandoned Construction Projects			
24	Other (specify type):			
25	Service Guarantee			\$ 394
26	Late Payment Charge	19		\$ 488
27	Corporate charges*			\$ 2,612
28				
29				
30				
31				
32				
33	* In account 737, TDS Corporate charges individual companies			
34	(per access line) for donations/advertising done at a corporate level			
35	A breakdown of donations vs. advertising is not readily available.			
36				
37	<b>Total</b>	20	-	\$ 3,994

**I-43. DONATIONS OR PAYMENTS FOR SERVICES RENDERED BY PERSONS OTHER THAN EMPLOYEES**

1. Report for each service rendered (including materials furnished incidental to the service which are impracticable of separation) by recipient and in total the aggregate of all payments made during the year where the aggregate of all such payments to a recipient was \$5,000 or more including fees, retainers commissions, gifts, contributions, assessments, bonuses, subscriptions, allowances for expenses or any other form of payments for services or as donations. Payments to a recipient by two or more companies within a single system under a cost sharing or other joint arrangement shall be considered a single item for reporting in this schedule and shall be shown in the report of the principal company in the joint arrangement (as measured by gross operating revenues) with reference thereto in the reports of the other system companies in the joint arrangement.

Line No.	Name of Recipient (a)	Nature of Service (b)	Amount of Payment (c)
1	N/A		
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
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35			
36			
37			
38			
39			
40		<b>Total</b>	\$ -

S-1. SWITCHES AND ACCESS LINES IN SERVICE					
Line No.	Description (a)	Total at End of Year			
		Electronic	Digital	Main Access Lines	
		(b)	(c)	Analog (d)	Digital (e)
	<b>SWITCHES</b>				
1	Central Office Switches - List by exchange Contoocook Hillsborough Melvin Village	1 1 1			15,750
2	Remote Switches	6			
3	Carrier Systems	46			
	Total	55	0	0	15,750
	<b>ACCESS LINES</b>				
	<b><u>Access Lines In Service by Customer:</u></b>			<b>Total at End of Year</b>	
				<b>Analog</b>	<b>Digital</b>
				(b)	(c)
4	Residential Access Lines				11,977
5	Multiparty				
6	Total Access Lines			0	11,977
7	Business Access Lines:				
8	Single Party				2,382
9	Basic Rate ISDN (2B+D)				48
10	Primary Rate ISDN				92
11	PBX Trunks				611
12	Centrex-CO Line Count				404
13	InWATS - Closed End				
14	Total Business Lines			0	3,537
15	Other Access Lines				
16	Radio Common Carrier (RCC) and Company Mobile				
17	Switched Access - FGA FX/ONAL				
18	Public Pay Stations				37
19	Other - Direct Inward Dial				31
	Other - Digital Interface Termination				168
20	Total Other Access Lines			0	236
21	Total Access Lines			0	15,750

<b>S-2. OUTSIDE PLANT STATISTICS - DISTRIBUTION/FEEDER</b>		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire	2
	<b>Aerial Cable</b>	
2	Miles of Sheath Copper	778
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	30
5	Miles of Fiber in Sheath	
	<b>Underground Cable</b>	
6	Miles of Sheath Copper	24
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	6
9	Miles of Fiber in Sheath	
	<b>Buried Cable</b>	
10	Miles of Sheath Copper	278
11	Miles of Wire in Cable	
12	Miles of Sheath Fiber	5
13	Miles of Fiber in Sheath	
	<b>Submarine Cable</b>	
14	Miles of Sheath Copper	0
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	0
17	Miles of Fiber in Sheath	
	<b>Total Distribution/Feeder Cable</b>	
18	Miles of Sheath - Copper	1,080
19	Miles of Sheath - Fiber	41
20	Fiber Miles in Sheath - Lit	1,266
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	1,266
	<b>Poles and Underground Conduit</b>	
22	Number of Poles	20,733
23	Underground Conduit- Trench Miles	12.3
24	Underground Conduit- Duct Miles	12.5

<b>S-3. OUTSIDE PLANT STATISTICS - INTEROFFICE</b>		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire	0
	<b>Aerial Cable</b>	
2	Miles of Sheath Copper	7
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	124
5	Miles of Fiber in Sheath	
	<b>Underground Cable</b>	
6	Miles of Sheath Copper	0
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	5
9	Miles of Fiber in Sheath	
	<b>Buried Cable</b>	
10	Miles of Sheath Copper	4
11	Miles of Wire in Cable	
12	Miles of Sheath Fiber	0
13	Miles of Fiber in Sheath	
	<b>Submarine Cable</b>	
14	Miles of Sheath Copper	
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	
17	Miles of Fiber in Sheath	
	<b>Total Distribution/Feeder Cable</b>	
18	Miles of Sheath - Copper	12
19	Miles of Sheath - Fiber	129
20	Fiber Miles in Sheath - Lit	4334
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	4334



**S-4. PENSION COST**

Line No.	Item	Current Year (b)	Previous Year (c)
1	Accumulated Benefit Obligation	N/A	
2	Projected Benefit Obligation		
3	Fair Value of Plan Assets		
4	Discount Rate for Settlement of Liabilities		
5	Expected Long-Term Return on Assets		
	Net Periodic Pension Cost:		
6	Service Cost		
7	Interest Cost		
8	Return on Plan Assets		
9	Amortization of Transition Amount		
10	Amortization of Gains or Losses		
11	<b>Total</b>	\$ -	\$ -
12	Minimum Required Contribution		
13	Actual Contribution		
14	Maximum Amount Deductible		
15	Benefits Payments		
16	Pension Cost		
17	Pension Cost Capitalized		
18	Accumulated Pension Asset (Liability) at Close of Year		
	Number of Company Employees:		
19	Covered and not Covered by Plan		
20	Active		
21	Retired		

\*This information is not applicable because the plan to which this company contributes is a defined contribution plan.

**ANNUAL REPORT**

of

Merrimack County Telephone Company

TO THE  
STATE OF NEW HAMPSHIRE  
PUBLIC UTILITIES COMMISSION  
For the year ended December 31,  
2007

**OATH**

State of New Hampshire.

County of Merrimack ss.

We, the undersigned,

of the Merrimack County Telephone Company utility, on our oath do severally say that the foregoing report has been prepared, under our direction, from the original books, papers and records of said utility, that we have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of said utility, in respect to each and every matter and thing therein set forth to the best of our knowledge, information and belief; and that the accounts and figures contained in the foregoing report embrace all of the financial operations of said utility during the period for which said report is made.

\_\_\_\_\_  
Secretary/Treasurer\_\_\_\_\_  
Assistant Treasurer

Subscribed and sworn to before me this

(insert day) day of (insert month and year)

\_\_\_\_\_  
\_\_\_\_\_